BEFORE THE GROWTH MANAGEMENT HEARINGS BOARD CENTRAL PUGET SOUND REGION STATE OF WASHINGTON

SEATTLE COALITION FOR AFFORDABILITY, LIVABILITY, AND EQUITY (SCALE), et al.,

CASE No. 19-3-0011c

Petitioners.

FINAL DECISION AND ORDER

٧.

CITY OF SEATTLE.

Respondent.

SYNOPSIS

Petitioners Seattle Coalition for Affordability, Livability, and Equity (SCALE), et al., Wallingford Community Council, Duwamish Valley Neighborhood Preservation Coalition, Seniors United for Neighborhoods, and Fremont Neighborhood Council challenged City of Seattle Ordinance Nos. 125790 and 125791 implementing a Citywide Mandatory Housing Affordability (MHA) program. The Growth Management Hearings Board concluded: (1) the MHA Environmental Impact Statement is adequate and complies with the requirements of the State Environmental Policy Act, (2) Growth Management Act (GMA) planning goals guided the development of Seattle's MHA legislation, (3) Seattle's MHA legislation complies with the GMA requirement that the comprehensive plan shall be an internally consistent document and all elements shall be consistent with the future land use map, (4) Seattle's MHA legislation complies with the GMA requirement that any amendment of or revision to development regulations shall be consistent with and implement the comprehensive plan, and (5) Seattle's MHA legislation complies with the GMA requirements for early and continuous public participation in the development and amendment of comprehensive land use plans and development regulations implementing such plans.

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I. INTRODUCTION

In October 2016, the City of Seattle adopted the *Seattle 2035 Comprehensive Plan* which anticipates growth of 120,000 new residents, 70,000 net new housing units, and 115,000 jobs by 2035. The Comprehensive Plan established an "Urban Village Strategy" that concentrates most of the anticipated housing and employment growth within Seattle's 6 Urban Centers and 24 Urban Villages, as compact mixed-use neighborhoods with a variety of housing types and affordable rent levels, located within a 10-minute walk of light rail and other very good transit.¹

In November 2017, Seattle finalized an Environmental Impact Statement (EIS) on Citywide Implementation of Mandatory Housing Affordability, which studied the potential for even greater housing and job growth than planned for in the Seattle 2035 Comprehensive Plan. This EIS considered an updated projection of total household growth of about 95,000 citywide over 20 years and referred to a hypothetically increased growth scenario of 100,000 new housing units.² More than 45,000 of Seattle households, or about one in seven, currently pay more than half of their income on housing, a condition referred to as severe cost burden. Average rent for a one-bedroom apartment has increased 35 percent over the last five years and is unaffordable by conventional measures to a worker earning a \$15 minimum wage.³

On March 20, 2019, the City of Seattle enacted two ordinances seeking to provide more affordable housing for all economic segments of society by increasing overall production of both market rate housing and subsidized housing:

Ordinance 125790 amends Seattle's Comprehensive Plan to:

- Expand the boundaries of certain urban villages in areas near high frequency transit, as studied in the Seattle 2035 Comprehensive Plan, and
- Modify certain neighborhood plan policies concerning single family zoning in urban villages.

Ordinance 125791 amends Seattle's Land Use Code to:

 Adopt requirements for developers either to build affordable housing on-site or to make an in-lieu payment to support the development of rent- and income-

³ MHA EIS at 1.1.

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¹ Seattle 2035 Comprehensive Plan at 13, 22-28; MHA EIS, Appendix G, at G.2.

² MHA EIS at 1.4, 1.9, 3.99-3.100, and Appendix G at G.2.; Seattle Comprehensive Plan Update Final EIS May 5, 2016, Sensitivity Analysis, at 3.1-29, officially noticed under WAC 242-03-630(4).

- restricted housing when constructing new development meeting certain thresholds,
- Make area-wide zoning map changes,
- Modify development standards throughout the City of Seattle to provide additional development capacity, such as increases in maximum building height and floor area ratio limits, and
- Modify certain rezone criteria.

With these two ordinances, Seattle seeks to increase housing development capacity to serve a broad range of household incomes, mostly in expanded urban villages, and to create 6,200 net new rent- and income-restricted housing units for households at or below 60 percent of area median income, while distributing the benefits and burdens of growth equitably. Affordable housing options will increase in urban villages with high access to social and economic opportunity while moderating development capacity increases in urban villages with high economic displacement or gentrification risk. Development capacity increases are limited in areas with environmental constraints.

Between May 13 and June 3, 2019, various Petitioner groups filed appeals with the Growth Management Hearings Board seeking review of Ordinance Nos. 125790 and 125791 and a Determination of Invalidity of the Ordinances, alleging that Seattle failed to comply with the State Environmental Policy Act and the Growth Management Act. These Petitioner groups assert the City failed to adequately consider adverse environmental consequences resulting from urban village boundary changes and upzones in many areas of the City of Seattle, including adverse impacts to: traditional single family neighborhoods; historic landmarks and early Twentieth Century homes clustered in urban villages; community aesthetics and land use compatibility; trees and open space; public services and facilities; and gentrification, economic displacement, and segregation trends. Some Petitioners also raised concerns about the public participation process for Ordinance Nos. 125790 and 125791.

II. BOARD JURISDICTION

The Board finds the Petitions for Review were timely filed pursuant to RCW

36.70A.280 and RCW 36.70A.290. The Board finds the Petitioners have standing to appear before the Board pursuant to RCW 36.70A.280(2). The Board also finds it has jurisdiction over the subject matter of the petition pursuant to RCW 36.70A.280 and RCW 36.70A.290.

III. HEARING PROCEDURE

A two-day Hearing on the Merits was held on November 5, and 7, 2019, before the Growth Management Hearings Board, Central Puget Sound Panel, consisting of Board members Raymond L. Paolella, Deb Eddy, and Cheryl Pflug. Attorneys David A. Bricklin and Claudia M. Newman appeared on behalf of Petitioners Seattle Coalition for Affordability, Livability, and Equity, et al. (SCALE). Attorney G. Lee Raaen appeared on behalf of Petitioner Wallingford Community Council (Wallingford). Non-attorney, Authorized Representative Ira B. Appelman appeared on behalf of Petitioner Duwamish Valley Neighborhood Preservation Coalition (DVNPC). Attorney Judith E. Bendich appeared on behalf of Petitioner Seniors United for Neighborhoods (SUN). Attorney Toby Thaler appeared on behalf of Petitioner Fremont Neighborhood Council (Fremont). Attorneys Jeffrey S. Weber, Tadas A. Kisielius, and Clara Park appeared on behalf of Respondent City of Seattle (Seattle).

Just prior to the November 5 Hearing on the Merits, SUN filed a motion to: (1) Strike portions of Seattle's Prehearing Brief, (2) Supplement the Record, and (3) Prohibit Seattle from raising an oral motion at the hearing. SUN's motion is DENIED because it was not supported by any legal authorities or legal argument. Similarly, Seattle's November 1, 2019, request to strike portions of Petitioners' Reply Briefs is DENIED.

IV. STATE ENVIRONMENTAL POLICY ACT (SEPA)

A. Standard of Review and Applicable Law

SEPA is an environmental full disclosure law. SEPA's procedural provisions promote the policy of fully informed decision making by government bodies when undertaking major actions significantly affecting the quality of the environment.⁴

RCW 43.21C.030(2)(c) requires the City to prepare a detailed Environmental Impact

⁴ Norway Hill Pres. & Prot. Assn. v. King County Council, 87 Wn.2d 267, 272 (1976).

Statement (EIS) on major actions significantly affecting the environment – the EIS analyzes the environmental impacts of and alternatives to the proposed action.⁵ The EIS must present decision makers with a "reasonably thorough discussion of the significant aspects of the probable environmental consequences" of the proposal so that City officials can make an informed decision and reasoned choice among alternatives.⁶

Whether an EIS is adequate is a question of law, subject to review de novo. The adequacy of an EIS is tested under the "rule of reason" standard.⁷ The Rule of Reason is in large part a broad, flexible cost-effectiveness standard, similar to the reasonableness inquiry in a negligence claim.⁸ The City's determination that an EIS is adequate under SEPA shall be accorded "substantial weight."⁹

B. Nonproject Action

Ordinances 125790 and 125791 are "nonproject" actions under WAC 197-11-704(2)(b) and WAC 197-11-774.

The lead agency shall have more flexibility in preparing EISs on nonproject proposals, because there is normally less detailed information available on their environmental impacts and on any subsequent project proposals. WAC 197-11-442(2) articulates the expectations for environmental review of nonproject actions:

The lead agency shall discuss impacts and alternatives in the level of detail appropriate to the scope of the nonproject proposal and to the level of planning for the proposal. Alternatives should be emphasized. In particular, agencies are encouraged to describe the proposal in terms of alternative means of accomplishing a stated objective (see WAC 197-11-060(3)). Alternatives including the proposed action should be analyzed at a roughly comparable level of detail, sufficient to evaluate their comparative merits (this does not

⁵ WAC 197-11-440.

⁶ Barrie v. Kitsap County, 93 Wn.2d 843, 613 P.2d 1148 (1980); Klickitat County Citizens Against Imported Waste v. Klickitat County, 122 Wn.2d 619, 866 P.2d 1256 (1993). Solid Waste Alternative Proponents v. Okanogan County, 66 Wn. App. 439, 442, 832 P.2d 503 (1992).

Klickitat County Citizens Against Imported Waste v. Klickitat County, 122 Wn.2d 619, 632–33, 860 P.2d 390, 398 (1993); Org. to Preserve Agric. Lands [OPAL] v. Adams County, 128 Wn.2d 869, 875, 913 P.2d 793 (1996).

⁸ Klickitat County Citizens Against Imported Waste v. Klickitat County, 122 Wn.2d 619, 633, 860 P.2d 390 (1993); Richard L. Settle, The Washington State Environmental Policy Act: A Legal and Policy Analysis § 14.01[3] at 14-73 (2016).

⁹ RCW 43.21C.090.

¹⁰ WAC 197-11-442(1).

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require devoting the same number of pages in an EIS to each alternative).

For non-project proposals such as comprehensive plans and area-wide zoning, the EIS's discussion of alternatives "shall be limited to a general discussion of the impacts of alternate proposals for policies contained in such plans, for land use or shoreline designations, and for implementation measures." A nonproject EIS "defines alternatives and evaluates environmental effects at a relatively broad level." 12

The EIS should identify subsequent actions that would be undertaken by other agencies as a result of the nonproject proposal, such as transportation and utility systems.¹³

C. Discussion and Analysis of Legal Issues

<u>Legal Issue 1.1 – Comprehensive Plan consistency</u>: Does the EIS fail to include an adequate summary of the comprehensive plan, neighborhood plans and relevant development regulations; fail to adequately analyze the alternatives' consistency or inconsistency with them; and fail to adequately assess alternatives to the proposed amendments?

"Relationship to existing land use plans" is an "element of the environment" under WAC 197-11-444(2)(b)(i). WAC 197-11-440(6)(d)(i) provides that the EIS section on affected environment, significant impacts, and mitigation measures "shall incorporate, when appropriate: (i) A summary of existing plans (for example: Land use and shoreline plans) and zoning regulations applicable to the proposal, and how the proposal is consistent and inconsistent with them."

SCALE alleges that the EIS does not comply with WAC 197-11-440(6)(d)(i) because: (a) the EIS on pages 3-107 to 3-108 only lists six policies from the 2035 Comprehensive Plan, (b) has no reference to neighborhood plan policies, and (c) does not assess consistency or inconsistency with specific policies.¹⁵

Seattle responds that it did provide a summary of particularly relevant comprehensive

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¹¹ WAC 197-11-442(4).

¹² Cascade Bicycle Club v. Puget Sound Reg'l Council, 175 Wn. App. 494, 514, 306 P.3d 1031, 1040 (2013); Heritage Baptist Church v. Cent. Puget Sound Growth Mgmt. Hr'gs Bd., 2 Wn. App. 2d 737, 755, 413 P.3d 590, 600 (2018).

¹³ WAC 197-11-442(3).

¹⁴ See also RCW 43.21C.110(1)(f).

¹⁵ SCALE's Prehearing Brief at 13-15.

plan policies, and the EIS specifically noted in Appendix F that (1) the portions of the proposal concerning changes to single-family zones within urban villages may conflict with several policies in the neighborhood plan policy section of the Comprehensive Plan; (2) those specific plan policies are docketed for amendment to remove inconsistencies; and (3) the potential impacts of those amendments is evaluated in the FEIS.¹⁶

The Board notes that WAC 197-11-440(6)(d)(i) specifies a "summary of existing plans" when it is "appropriate," as opposed to a detailed analysis – the City has more flexibility for nonproject proposals, and the EIS discussion "shall be limited to a general discussion of impacts." Moreover, only significant impacts must be discussed in the EIS. SCALE did not present specific evidence that the MHA ordinance would have a significant impact on the "Relationship to existing land use plans."

EIS Chapter 3.2 on "Land Use" states that "overall land use patterns in Seattle have not changed significantly" since publication in 2016 of the Seattle 2035 Comprehensive Plan EIS.¹⁹ The Seattle 2035 Plan renewed the City's commitment to the Urban Village Strategy. Challenged Ordinance 125790 recites that Seattle made changes to Neighborhood Plan policies and the boundaries of urban villages by "strengthening the Urban Village Strategy." Several goals and policies from the Seattle 2035 Plan assist in the implementation of MHA:

- Land Use Goal 1 from the Seattle 2035 Plan is to "Achieve a development pattern consistent with the urban village strategy, concentrating most new housing and employment in urban centers and villages, while also allowing some infill development compatible with the established context in areas outside centers and villages." (LU G1)
- Urban Center, Hub Urban Village, and Residential Urban Village were established as Future Land Use designations on the Future Land Use Map (FLUM) (Exhibit 3.2–1). Prior to this, the FLUM indicated other use-specific designations (e.g., Single Family, Multifamily) in urban centers and urban villages.
- Seattle 2035 renewed the policy commitment for urban centers and urban villages to flourish as compact mixed-use neighborhoods designed to accommodate most of Seattle's new jobs and housing. (GS 1.2)
- Land use policies for Urban Center and Urban Village designations were updated to promote a variety of housing types and affordable rent levels. (GS 1.13, LU G2)

¹⁶ EIS Appendix at F-11.

¹⁷ WAC 197-11-442.

¹⁸ WAC 197-11-440(6)(b)(i).

¹⁹ EIS at 3.99.

 Seattle 2035 considered expansions of certain urban villages with very good transit service. The Plan includes new land use policies that support aligning urban village boundaries generally with a 10-minute walk of light rail and other very good transit. (GS 1.12)²⁰

The EIS says MHA Action Alternatives would modify the Comprehensive Plan's Future Land Use map to include more land in certain Hub and Residential Urban Villages within a 10-minute walk of light rail or very good transit service.²¹

Taken together, the text and maps in EIS Chapter 3.2 outline various MHA actions that are intended to achieve consistency with and implement the City's existing land use plans and growth strategies. The Board finds and concludes the EIS complies with WAC 197-11-440(6)(d)(i) by providing an adequate summary of existing land use plans, when appropriate, and how MHA is consistent and inconsistent with them. Issue 1.1 is dismissed.

<u>Legal Issue 1.2 – Phased review</u>: This issue was abandoned and is dismissed.

<u>Legal Issue 1.3</u>: Does the EIS violate WAC 197-11-060(5) (phased review) by failing to indicate it is implementing prior ordinances adopted without SEPA review as indicated in the EIS cover letter: "In 2015 and 2016, the City Council unanimously adopted ordinances that established the framework for MHA."

Fremont Neighborhood Council (Fremont) refers to this legal issue statement on phased review in a footnote. WAC 197-11-060(5) provides that environmental review may be phased, indicates when phased review is appropriate or inappropriate, and sets forth other provisions regarding use of phased review. However, Fremont presents no legal argument as to phased environmental review of the challenged Ordinances 125790 and 125791. Under WAC 242-03-590(1), failure by a party to brief an issue shall constitute abandonment of the unbriefed issue. Accordingly, the Board deems Legal Issue 1.3 to have been abandoned. Legal issue 1.3 is dismissed.

<u>Legal Issue 1.4 -- Alternatives/segmentation</u>: Does the EIS fail to include a reasonable range of alternatives, by starting with the assumption that some form of the MHA ordinance would be adopted and not analyzing other reasonable means of accomplishing the City's affordable housing goals?

²⁰ EIS at 3.100

²¹ Id.

²² Fremont's Prehearing Brief at 16, n.78.

The range of alternatives considered in an EIS must be sufficient to permit a reasoned choice. Reasonable alternatives shall include actions that could feasibly attain or approximate a proposal's objectives, but at a lower environmental cost or decreased level of environmental degradation. For non-project proposals such as comprehensive plans and area-wide zoning, the EIS's discussion of alternatives "shall be limited to a general discussion of the impacts of alternate proposals for policies contained in such plans, for land use or shoreline designations, and for implementation measures." A nonproject EIS "defines alternatives and evaluates environmental effects at a relatively broad level."

Comprehensive Plan Amendments - Ordinance 125790

Petitioner SCALE alleges that the 2017 EIS for Seattle's Mandatory Affordable Housing (MHA) program did not describe the principal features of and alternatives to the Comprehensive Plan Amendments adopted by Ordinance 125790 on March 18, 2019.²⁷ SCALE asserts WAC 197-11-440(5) requires a description of the "principal features" of the proposal.

In 2016, Seattle adopted the *Seattle 2035 Comprehensive Plan* which anticipates growth of 120,000 new residents, 70,000 net new housing units, and 115,000 jobs by 2035. The Comprehensive Plan establishes an "Urban Village Strategy" that concentrates most of the anticipated housing and employment growth within Seattle's Urban Centers and Urban Villages, as compact mixed-use neighborhoods with a variety of housing types and affordable rent levels, while allowing some compatible infill development outside Urban Villages.²⁸ The Seattle 2035 Comprehensive Plan EIS (Seattle 2035 EIS) evaluated the environmental impacts of alternative boundary configurations for Seattle's 6 Urban Centers

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²³ Solid Waste Alternative Proponents (SWAP) v. Okanogan County, 66 Wn. App. 439, 444, 832 P.2d 503 (1992); see also Methow Vly. Citizens Coun. v. Regional Forester, 833 F.2d 810, 815 (9th Cir. 1987), rev'd on other grounds sub nom. Robertson v. Methow Vly. Citizens Coun., 490 U.S. 332, 104 L. Ed. 2d 351, 109 S. Ct. 1835 (1989).

²⁴ WAC 197-11-440(5)(b).

²⁵ WAC 197-11-442(4).

²⁶ Cascade Bicycle Club v. Puget Sound Reg'l Council, 175 Wn. App. 494, 514, 306 P.3d 1031, 1040 (2013); Heritage Baptist Church v. Cent. Puget Sound Growth Mgmt. Hr'gs Bd., 2 Wn. App. 2d 737, 755, 413 P.3d 590, 600 (2018).

²⁷ SCALE's Prehearing Brief at 40 (Sep. 18, 2019).

²⁸ Seattle 2035 Comprehensive Plan at 22-28; MHA EIS at 3.99 and Appendix G, at G.2.

and 24 Urban Villages, located within a 10-minute walk of light rail and other very good transit.²⁹ The 2035 EIS evaluated the environmental impacts of alternative urban village expansion scenarios, plus no-change alternatives, which would convert lower-intensity land uses to higher-intensity land uses.³⁰ The Seattle 2035 EIS was formally adopted into the MHA EIS.³¹ In order to promote efficient environmental review, WAC 197-11-600 allows such adoptions of existing SEPA documents.

The MHA EIS relies upon and incorporates information from the Seattle 2035 EIS. The MHA EIS states that Comprehensive Plan policies for individual urban villages may need to be modified because they conflict with MHA-proposed changes to single family zones within urban villages.³² The MHA EIS includes, for all action alternatives, detailed maps showing the proposed changes to single-family-zoned areas within various urban villages and proposed urban village expansions.³³ This information satisfies the rule of reason because it provided full disclosure to City officials and the public of the contemplated land use changes to single-family-zoned areas in existing and expanded urban villages.

Ultimately, the City Council adopted revisions to Comprehensive Plan policy language and future land use maps that enabled the MHA changes to single-family-zoned areas within urban villages, consistent with the EIS disclosures. The Board finds and concludes that the EIS adequately describes the principal features of and alternatives to the Comprehensive Plan Amendments adopted by Ordinance 125790.

MHA Rezones – Ordinance 125791

SCALE, Fremont, and Wallingford allege the EIS is inadequate because Seattle failed to analyze an adequate range of reasonable alternatives.³⁴ This is a question of law that the Board reviews de novo.

The MHA program seeks to increase capacity for multifamily residential and commercial development in certain areas of Seattle through several related actions:

²⁹ IN 519, Seattle 2035 Comprehensive Plan EIS at 2-15 (May 4, 2015).

³⁰ *Id.* at 2-15 to 2-33.

³¹ MHA EIS at 1.3 and 2.4.

³² EIS, App. F at F.11.

³³ EIS. App. H.

³⁴ SCALE's Prehearing Brief at 40-43; Fremont's Prehearing Brief at 16; Wallingford's Prehearing Brief at 2-9.

- Adopt requirements in the Land Use Code (SMC Title 23) for developers either to build affordable housing on-site or to make an in-lieu payment to support the development of rent- and income-restricted housing when constructing new development meeting certain thresholds.
- Modify development standards in the Land Use Code to provide additional development capacity, such as increases in maximum height and floor area ratio (FAR) limits.
- Make area-wide zoning map changes.
- Expand the boundaries of certain urban villages on the Comprehensive Plan's Future Land Use Map (FLUM) near high-frequency transit, as studied in the Seattle 2035 Comprehensive Plan.
- Modify certain rezone criteria in the Land Use Code and policies in the Neighborhood Plans section of the Comprehensive Plan, concerning single family zoning in urban villages.³⁵

Under the MHA program EIS, Seattle's stated objectives are to:

- Address the pressing need for housing affordable and available to a broad range of households.
- Increase overall production of housing to help meet current and projected high demand.
- Leverage development to create at least 6,200 net new rent- and incomerestricted housing units serving households at 60 percent of the area median income (AMI) in the study area over a 20-year period.
- Distribute the benefits and burdens of growth equitably.³⁶

In essence, Seattle has two overarching goals under MHA to: (1) increase overall production of housing available to a broad range of households (hereinafter "Broad-Income-Range Housing" or "Market Rate Housing"), and (2) create 6,200 net new rent-and income-restricted housing units serving households at 60 percent of AMI (hereinafter "Income-Restricted Housing" or "Subsidized Housing"), while distributing the benefits and burdens of growth equitably.

SCALE initially focuses its arguments regarding reasonable alternatives on just the City's second goal to create more Income-Restricted Housing:

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³⁶ EIS at 1.3. The majority of MHA rent-restricted affordable units will serve the 60% AMI level, although some small studio units will serve 40% AMI, and some home-ownership units may serve households up to the 80% AMI level.

³⁵ EIS at 1.2.

Here, the EIS considers three action alternatives to the MHA Legislation (Ordinance 125791) that are so similar that real choices are not presented. All rely on upzones and Urban Village expansions to create a pot of money to help fund construction of affordable housing for the poorest households in the city (those unable to pay for market rate housing). The variations among the alternatives are minor, shifting rezone areas slightly among the various Urban Villages. IN 517 (EIS at 1.6-1.8).³⁷

Seattle responds:

The alternatives evaluated in the FEIS differ in the intensity and location of development capacity increases and the pattern and amounts of housing growth across the city that could result. There are also differences between the alternatives in their approach to the size of urban village expansions. . . . Exhibits 2–9, 2-10, and 2–11 of the FEIS describe the different approaches to development capacity increases and urban village expansions in narrative form; Exhibits 2–12 through 2–15 of the FEIS demonstrate graphically the differences between the alternatives in terms of the overall amounts of development capacity increases of different intensity; and Exhibits 3.3–23, 3.3–25, and 3.3–27 of the FEIS show the differences between the alternatives in terms of the locations of development capacity increases of different intensities.³⁸

In reviewing the environmental record, the Board notes that the EIS focuses on Seattle's objective to increase *both* subsidized and market-rate housing. The EIS discloses land use impacts that the action alternatives would have in Urban Village expansion areas, plus mitigation measures, at pages 3.117—3.158. As to Aesthetics, the EIS discloses impacts using maps at EIS Exhibits 3.3-23, 3.3-25, and 3.3-27 to show variations in M-suffix intensity zone changes for each alternative, while the maps at Exhibits 3.3-24, 3.3-26, and 3.3-28 show the varied distribution of height limit changes by alternative.³⁹

SCALE further argues that Seattle failed to analyze the following three alternatives that achieve Seattle's objectives with fewer adverse impacts (i.e., no upzones):

 Higher in lieu fees or a tiered system of in lieu fees (higher fees for units constructed further away) to create incentives for more on-site units and thereby increase integration and social equity

³⁷ SCALE's Prehearing Brief at 40-41.

³⁸ Seattle's Prehearing Brief at 37 (October 16, 2019).

³⁹ EIS at 3.194–3.205.

- Higher affordability requirements (to increase both on-site and off-site units)
- Affordability requirements imposed without upzones (e.g., inclusionary zoning and/or linkage fees) to provide more affordable housing without the adverse impact of the upzones.⁴⁰

SCALE's witness, David Levitus, testified before the Seattle Hearing Examiner that Seattle failed to consider these three alternatives -- Levitus asserted they are "reasonable alternatives" to accomplish Seattle's stated objectives without the negative impacts of upzoning such as segregation and displacement.⁴¹

The Board now examines whether evidence in the record supports Mr. Levitus' opinion that Seattle failed to analyze "reasonable alternatives" to achieve Seattle's housing objectives without the adverse impacts of upzones. The verbatim transcript of Levitus' Hearing Examiner testimony contains much discussion of how linkage fees, in-lieu fees, and inclusionary zoning can increase the supply of affordable (subsidized) units for incomerestricted or low-income households.⁴²

While he testified at length on Seattle's goal to create more **Income-Restricted Housing** (i.e., Subsidized Housing), Levitus presented no analysis on how to achieve

Seattle's twin goal to increase **Broad-Income-Range Housing** (i.e., Market-Rate Housing).

Mr. Levitus did not prepare any written report on Seattle's MHA program, and he did no economic analysis of the Seattle market. Rather, in oral testimony he extrapolated from affordable housing experience in Los Angeles, Montgomery County, MD, and Fairfax, VA.⁴³

In contrast, Seattle obtained an independent economic analysis of the Seattle housing market from a consultant with expertise in development economics. Seattle contracted with Community Attributes, Inc. (CAI) to prepare a report evaluating development feasibility based on increased zoning capacity (or upzones) for areas of Seattle outside of the Downtown and South Lake Union neighborhoods. This feasibility analysis evaluated project viability across an array of 23 realistic development prototypes that were

⁴⁰ SCALE's Prehearing Brief at 41.

⁴¹ Index 385 (Tr. vol. 7, pp. 56–63, July 24, 2018 (Levitus)).

⁴² *Id.* at 60, 66-67, 77, and 74-75.

⁴³ *Id.* at 73-74, 156. Mr. Levitus has a bachelor's degree in history and economics and a PhD in history but no professional experience in economics; he is the director of a social justice advocacy nonprofit group. *Id.* at 52-53.

representative of Seattle's market conditions and zones.⁴⁴ The CAI report stated that there are a variety of complex market conditions in Seattle's neighborhoods but in general, increased development costs will have the effect of reducing developer interest or increasing rents for market-rate units.⁴⁵

The EIS states that Seattle initially considered an alternative "with significantly increased MHA payment and performance requirements" but ultimately excluded it from further EIS analysis because "an alternative with this approach would not plausibly achieve the proposed objectives."

Housing market analyses determined that MHA performance requirements between 5% and 7% were amounts that could be supported without negatively impacting development feasibility; however, based on CAI's Technical Memorandum, MHA performance requirements of 25% would render most development prototypes in strong and moderately strong Seattle markets "infeasible given prevailing land prices." An "alternative with markedly increased MHA amounts would be likely to negatively affect real estate markets and undermine economic feasibility for many projects, in turn depressing the housing market and limiting the affordable units generated."

The EIS says no other viable alternatives were identified by commenters that could meet the key project objective to **increase zoning capacity**, since MHA requirements are "inextricably tied to granting additional development capacity under the definition of the proposal and its objectives."⁴⁹

Based on this evidence, Seattle argues that SCALE's proposed alternative to increase fees and affordability requirements, without upzones, fails to achieve the objective of increasing overall housing supply.⁵⁰ Seattle contends upzones and density increases are necessary to increase development capacity.

⁴⁴ Index 741 (Technical Memorandum, Community Attributes Inc. (Nov. 29, 2016).

⁴⁵ *Id.* at 4.

⁴⁶ EIS at 2.65.

⁴⁷ EIS at 2.64-2.65.

⁴⁸ *Id*.

⁴⁹ EIS at 4.12.

⁵⁰ Seattle's Prehearing Brief at 45-49.

SCALE failed to adduce evidence to show that significantly higher fees and affordability requirements (without upzones) could achieve Seattle's objective of increasing overall housing supply across a broad range of both market-rate and income-restricted housing. In contrast, Seattle pointed to evidence that significantly higher fees/requirements would undermine feasibility and would not achieve the Broad-Income-Range Housing objective. As to Seattle's objective to increase overall housing supply across a broad income range, SCALE's witness Levitus acknowledged on cross examination that linkage fees would be unlikely to generate more overall production of housing.⁵¹

Regarding SCALE's argument that significantly higher fees and affordability requirements could achieve Seattle's key housing objectives without the adverse socioeconomic impacts of upzones such as housing segregation, evidence in the record shows that payment-funded units are not likely to be concentrated in low-cost areas, but rather will be located in a way that advances social equity goals. Seattle has a 35-year track record of affordable housing investments in high land-cost areas and also in areas that have a high risk of displacement with high access to opportunity. ⁵² Going forward, Seattle has social equity policies to encourage developers to locate affordable housing in high land-cost areas such as the recent addition of almost 250 affordable units in the high land-cost Roosevelt neighborhood. ⁵³

Under the SEPA rules, "[r]easonable alternatives shall include actions that could **feasibly attain or approximate a proposal's objectives**, but at a lower environmental cost or decreased level of environmental degradation."⁵⁴ SEPA does not require the City to evaluate alternatives that would not achieve the City's objectives.⁵⁵

After considering the parties' legal arguments regarding alternatives, together with evidence in the record, and applying the Rule of Reason to test the adequacy of this nonproject EIS, the Board finds and concludes as follows:

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⁵¹ Index 385 (Tr. vol. 7, pp. 157–158, July 24, 2018 (Levitus)).

⁵² Index 441 (Tr. vol. 15, at 66, Aug. 24, 2018 (Alvarado)); see also Index 787 (Office of Housing Annual Investment Report), Maps F and G (showing that 2017 investments were concentrated in areas with high displacement risk and high access to opportunity).

⁵³ Index 441 (Tr. vol. 15, at 74-76, Aug. 24, 2018 (Alvarado)).

⁵⁴ WAC 197-11-440(5)(b); SMC 25.05.440.D.2.

⁵⁵ EIS at 412.

- 1. The alternatives evaluated in the EIS differ in the intensity and location of development capacity increases, the pattern and amounts of housing growth, and the size of urban village expansions.
- 2. The EIS analyzed a reasonable range of alternative actions that could feasibly attain or approximate Seattle's objectives to: increase overall production of housing available to a broad range of households, and create 6,200 net new rentand income-restricted housing units serving households at 60 percent of AMI, while distributing the benefits and burdens of growth equitably.
- 3. SEPA does not require Seattle to evaluate alternatives that would not achieve the City's objectives.
- 4. Seattle reasonably chose not to analyze SCALE's proposals for higher in lieu fees and higher affordability requirements without upzones because substantial evidence in the record showed that higher fees or higher affordability requirements, without upzones, would not feasibly attain or approximate Seattle's objective to increase overall production of both market-rate housing and subsidized income-restricted housing.
- 5. SCALE's suggested EIS alternatives were not reasonable for this nonproject EIS.
- 6. Seattle's EIS evaluated an adequate range of alternatives that satisfy the Rule of Reason under SEPA.
- 7. Legal Issue 1.4 is dismissed.

<u>Legal Issue 1.5</u>: Is the City of Seattle excused from SEPA requirements to consider alternatives to the proposed action (Ordinance 125791) in its Final Environmental Impact Statement based on the City's claim that the legislation was "formally proposed" based on the City's interpretation of WAC 197-11-442(4) (SMC 25.05.442.D)?

Ordinance 125791 enacted area-wide zoning changes and modified development standards throughout the City of Seattle, and the ordinance included 54 maps showing rezoned areas. Zoning ordinances are nonproject actions.⁵⁶

Wallingford Community Council (Wallingford) alleges the law requires that consideration of meaningful alternatives to a proposed action be part of environmental review under SEPA. Wallingford asserts Seattle admits it did not consider alternatives to MHA for reaching the City's claimed objectives of affordable housing but instead, according to Wallingford, the City did not consider other alternatives based on the "alternatives which have been formally proposed" language in WAC 197-11-442(4). Wallingford did not,

⁵⁶ WAC 197-11-704(2)(b)(ii).

however, point to any evidence showing that there were other, un-analyzed alternatives that fulfill one of Seattle's key objectives, i.e., to increase development capacity across a broad range of household incomes, both subsidized and market-rate housing.

The EIS indicates that Seattle did detailed analysis of three action alternatives and the no action alternative. After 19 days of testimony, the Seattle Hearing Examiner concluded that "[t]he range of alternatives considered by the FEIS satisfies the rule of reason in relation to the City's stated objectives."⁵⁷

Under SEPA Rules for nonproject proposals, the EIS content may be limited to a discussion of alternatives which have been formally proposed or which are, while not formally proposed, reasonably related to the proposed action.⁵⁸

Under Resolutions 31612 and 31622, Seattle chose to limit affordable housing initiatives to those that provide additional development capacity *and* create at least 6,000 net new rent- and income-restricted housing units serving households at 60 percent of AMI over ten years. Resolution 31612 was formally adopted by a unanimous City Council and approved on by Mayor Murray on November 17, 2015.⁵⁹ Resolution 31622 was formally adopted by a unanimous City Council and approved on by Mayor Murray on October 16, 2015.⁶⁰

Applying the Rule of Reason to test the adequacy of this nonproject EIS, the Board finds and concludes as follows:

- 1. The EIS analyzed three action alternatives and the no action alternative, which allowed Seattle's legislative body to make a reasoned choice among alternatives that fulfill Seattle's affordable housing objectives.
- 2. Seattle City Council Resolutions 31612 and 31622 formally proposed legislative changes to provide additional development capacity and create at least 6,000 net new rent- and income-restricted housing units serving households at or below 60 percent of AMI over ten years.
- 3. Under WAC 197-11-442(4), Seattle was allowed to limit EIS content to a discussion of alternatives which have been formally proposed or which are, while not formally proposed, reasonably related to the proposed action.

⁵⁷ IN 515, Revised Findings and Decision of the Hearing Examiner for the City of Seattle at 24 of 38 (Dec. 6, 2018).

⁵⁸ WAC 197-11-442(4).

⁵⁹ IN 780.

⁶⁰ IN 779.

- 4. Seattle's EIS evaluated an adequate range of alternatives that satisfy the Rule of Reason under SEPA.
- 5. Legal Issue 1.5 is dismissed.

<u>Legal Issue 1.6 – Impacts outside Urban Villages and Urban Village expansion areas:</u>
Does the EIS fail to adequately address impacts caused by the text amendments (and alternatives and mitigation related to those text amendments), focusing instead on impacts caused by the map amendments.

SCALE argues the MHA EIS does not adequately assess and disclose impacts that will be caused by the text amendments as opposed to the map amendments and as examples, SCALE states all parcels in the City previously zoned NC1-30 were changed to NC1-40, increasing height limits and density, and similarly all NC1-40 zones were changed to NC1-55. According to SCALE, the EIS does not adequately disclose impacts from text amendments affecting all commercial and multi-family zoned areas throughout the entire City of Seattle.⁶¹

Seattle responds that the EIS states that the study area includes not only areas in existing urban villages, but also multi-family and commercial-zoned areas that are outside of urban villages and expansion areas. Seattle points to EIS Ex. 2-1 showing the study area, urban villages, and areas outside of urban villages. Finally, Seattle asserts the EIS disclosed impacts outside of urban villages relating to transportation and air quality, greenhouse gas emissions, public services and utilities, school attendance zones, and critical areas.⁶²

In reviewing SCALE's prehearing brief, the Board notes SCALE did not identify any specific evidence demonstrating that the text amendments caused significant probable environmental impacts to areas outside of urban villages. For example, SCALE did not point to any evidence that a zoning change increasing building height from 30 feet to 40 feet causes a probable significant environmental impact. Elements of the environment that are not significantly affected need not be discussed in the EIS.⁶³

Upon reviewing the EIS, the Board finds it discloses impacts resulting from increased building heights such as greater visual bulk, reduction in the amount of light and air at

⁶¹ SCALE's Prehearing Brief at 52.

⁶² Seattle's Prehearing Brief at 59-60.

⁶³ WAC 197-11-440(6)(a).

ground level, and shading effects that could occur at transitions between urban villages and single family areas.⁶⁴ The EIS discloses edge impacts that could occur in transitions to single family locations outside the zone change such as noise, increased pedestrian and vehicle traffic, competition for on-street parking, and changes to building form.⁶⁵ The EIS as a whole discloses various impacts affecting neighborhoods in the study area, both within and outside Urban Villages, although such impacts are described more generally and not tied to specific locations nor attributed to map amendments versus text amendments. This approach is consistent with SEPA's prescription for a "general discussion of the impacts" in a nonproject EIS.⁶⁶

Applying the Rule of Reason to test the adequacy of this nonproject EIS, and in accordance with WAC 197-11-442, the Board finds and concludes that the MHA EIS contained a reasonably thorough discussion and adequately disclosed to City decision makers and to the public the environmental impacts caused by text amendments outside Urban Villages and Urban Village expansion areas.

<u>Legal Issue 1.7 – Aesthetics:</u> Does the EIS fail to adequately describe the existing environment in each of the individual neighborhoods with respect to aesthetics and land use and fail to take the required "hard look" at the aesthetic impacts of the MHA proposal? This includes height, bulk, and scale impacts, shadow impacts, scenic and other view impacts, noise and edge effects.

SEPA has been described as an environmental full disclosure law. The fundamental purpose of an EIS is to inform government decision makers and the public about the environmental consequences of proposed action alternatives in order to promote well-reasoned, environmentally protective decisions.

For nonproject proposals such as comprehensive plans and area-wide zoning, the EIS's discussion of alternatives "shall be limited to a general discussion of the impacts of alternate proposals for policies contained in such plans, for land use or shoreline designations, and for implementation measures." A nonproject EIS "defines alternatives

⁶⁴ EIS at 3.186-3.187.

⁶⁵ EIS at 3.117.

⁶⁶ WAC 197-11-442(4).

⁶⁷ WAC 197-11-442(4).

and evaluates environmental effects at a relatively broad level."68

The Board now reviews the EIS adequacy by applying the rule of Reason to the following sub-issues raised by SCALE:

Baseline Aesthetics and Land Use

SCALE asserts the EIS fails, as a matter of law, to meet the requirements of SEPA because the description of the baselines for aesthetics and land use are incomplete and inaccurate. According to SCALE, the MHA EIS: (1) does not include a description of the actual character, architectural aesthetic, or height/bulk/scale of the neighborhoods that are affected by the MHA Proposal; (2) does not describe the locations of light rail stations, the existing street networks, or the location of green streets in each neighborhood; (3) has no discussion of the location and character of specific view sheds in each neighborhood; and (4) has description of specific buildings and areas of visual interest, scenic routes, shadows on specific public parks, or historic landmarks in each of the neighborhoods.⁶⁹

Seattle responds that the description of existing conditions relies on a combination of the "Affected Environment" sections in EIS Chapters 3.2 and 3.3 (respectively titled Land Use and Aesthetics), neighborhood-specific paragraphs, and the very specific, city-wide analysis of existing conditions that was recently completed with the environmental review for Seattle 2035 that is expressly incorporated into the EIS.⁷⁰

SEPA promotes efficiency in government decisions affecting the environment by allowing agencies to incorporate and use existing SEPA documents.⁷¹ WAC 197-11-442(1) says the lead agency shall have more flexibility in preparing EISs on nonproject proposals, because there is normally less detailed information available on their environmental impacts and on any subsequent project proposals.

Chapters 3.2 and 3.3 of the EIS discuss the "Affected Environment" under the

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⁶⁸ Cascade Bicycle Club v. Puget Sound Reg'l Council, 175 Wn. App. 494, 514, 306 P.3d 1031, 1040 (2013); Heritage Baptist Church v. Cent. Puget Sound Growth Mgmt. Hr'gs Bd., 2 Wn. App. 2d 737, 755, 413 P.3d 590, 600 (2018).

⁶⁹ SCALE'S Prehearing Brief at 16-17.

⁷⁰ Seattle's Prehearing Brief at 63.

⁷¹ WAC 197-11-600.

respective categories of Land Use and Aesthetics.⁷²

The Land Use Chapter relies primarily on the background information contained in the Seattle 2035 Comprehensive Plan (adopted in October 2016) because while some changes to existing land use have likely occurred since publication of the Comprehensive Plan EIS, the MHA EIS states "overall land use patterns in Seattle have not changed significantly" from 2016 to the 2017 MHA EIS issuance. The Seattle 2035 Plan's Growth Strategy Element seeks to accommodate growth by guiding new development to Urban Villages so as to maximize efficient use of infrastructure and services. The MHA EIS implements several Comprehensive Plan goals and policies, including Seattle's Urban Village Strategy. Urban Village boundaries are shown on EIS Exhibit 3.2-1 "Future Land Use Map (FLUM)," and the MHA study area with Urban Village boundaries are shown on Exhibit 2-1 in EIS Chapter 2. The EIS Land Use Chapter discusses Seattle's six (6) designated Urban Centers, six (6) Hub Urban Villages, 18 Residential Urban Villages, other land use designations, and existing land use categories (mapped on Exhibit 3.2-2).

The Aesthetics Chapter 3.3, Affected Environment section, discloses that height, density, scale, and character of development vary considerably across Seattle, and zoning regulations limit height, density, floor area ratio⁷⁴ (FAR), lot coverage, and minimum setbacks. Exhibit 3.3-1 is a baseline map showing citywide allowed building heights, including for the 6 Urban Centers and the 24 Urban Villages.⁷⁵ The varying relationships between building height and FAR are discussed for different neighborhoods as a shorthand for "bulkiness" of a building. Physical forms vary across the 3,000 acre MHA study area, and the EIS discusses common built forms as a baseline for analyzing MHA's aesthetic impacts. Existing condition urban forms include: Established Single Family Housing, New Infill Single Family Housing, Lowrise Multifamily Infill Housing, and Mixed Use Commercial Corridors.⁷⁶ Seattle has a three tiered Design Review Program to evaluate the appearance of new

⁷² EIS at 3.99-3.108 and 3.159-3.169.

⁷³ Id. at 3.99.

⁷⁴ Floor Area Ratio (FAR) = gross floor area of a building divided by the total area of the site. Seattle 2035 Comprehensive Plan at 194.

⁷⁵ EIS at 3.161.

⁷⁶ *Id.* at 3.163-3.164.

buildings and their relationship to adjacent sites.⁷⁷

Finally, the EIS discloses existing Comprehensive Plan goals and policies plus regulations for the protection of public views of important landmarks, natural and human-made features, views from designated City viewpoints, and scenic qualities along mapped scenic routes. SMC § 25.05.675 lists the public views that should be considered for protection during project level review under SEPA. Many of the identified sites are within the study area.⁷⁸

SCALE expressed concern that five images on EIS page 3.163 "do not accurately or adequately describe the current aesthetics in the actual neighborhoods that are impacted by the MHA legislation."⁷⁹ According to the EIS, a comprehensive summary of the 3,000 acre study area is not possible, but these pictures show representative examples of common physical forms that exist in the study area.⁸⁰ The Board notes that typically nonproject EISs are more general and less detailed than subsequent project proposals.⁸¹

SEPA Rules allowed Seattle to incorporate and primarily rely on the 2016 Comprehensive Plan EIS for baseline land use information that had already been compiled. Applying the Rule of Reason to test the adequacy of the nonproject EIS sections on "Affected Environment," the Board finds and concludes that the MHA EIS, including incorporated portions of the Comprehensive Plan EIS, adequately disclosed to City decision makers and to the public the baseline environmental land use and aesthetics conditions for the 18 Urban Villages, six (6) Hub Urban Villages, and three (3) Urban Centers in the MHA Study Area.

Height, Bulk, and Scale Impacts

SCALE alleges the graphics on 3.178–3.179 of the EIS, which are meant to show height, bulk, scale and character impacts of the proposal, are incomplete and not credible, and the mid-level perspective (instead of head-on street level perspective) downplays the

⁷⁷ *Id.* at 3.164-3.167.

⁷⁸ *Id.* at 3.168-3.169.

⁷⁹ SCALE's Prehearing Brief at 19.

⁸⁰ EIS at 3.162.

⁸¹ See WAC 197-11-442(1).

height impacts.82

Seattle responds that the graphics focus on impact rather than area, and there was no technical or expert testimony to challenge the accuracy of the portrayal of development allowed by existing code and by the proposal. Further, Seattle states it would be unreasonable to require the City to prepare graphics for the many more permutations and combinations of development possibilities for each zoning change in each area, despite the fact that the precise location and details of any specific project are unknown.⁸³

The EIS section on impacts to Aesthetics says "[g]iven the large scale of the study area, impacts to aesthetics and urban design are primarily discussed in a qualitative and generalized manner." Because MHA is a broadly defined, citywide program, the EIS does not provide a detailed analysis of aesthetic impacts at any specific location because the exact form of future development cannot be accurately predicted. EIS section 3.3.2 discusses impacts common to all alternatives and discloses that the action alternatives will result in an incremental increase in the scale and intensity of development. Zoning changes are classified into three "M Suffix" categories based on the magnitude of the changes. Detailed information is presented on code amendments on height, FAR, scale, setback, and intensity of development, using graphics, text, and tabular information. The Cone example on page 3.186-3.187 is the disclosure that the primary impact of the (M) Tier capacity increase to NC-55 is the increased height, which allows for the presence of a 5 story building across the street from the residential zone, with an additional story that contributes to greater visual bulk and has some reduction to the amount of light and air at ground level.

Impacts to development character, height, and scale are detailed with text and maps for each action alternative on EIS pages 3.191-3.209. As to the preferred alternative, for example, the EIS discloses that maximum building height in the HR (Highrise multifamily) zone within the First Hill-Capitol Hill Urban Center would increase from 300 feet to 440 feet. This is 100 feet taller than would be allowed under Alternative 2 or Alternative 3, and would increase the maximum FAR from 14 to 15. The EIS discloses this as a "significant aesthetic

⁸² SCALE's Prehearing Brief at 22.

⁸³ Seattle's Prehearing Brief at 67-68.

⁸⁴ EIS at 3.169.

⁸⁵ EIS at 3.170-3.190.

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impact on adjacent development and neighborhood character," and Exhibits 3.3-29 and 3.3-30 are graphics showing examples of the potential infill development in the HR Zone for the preferred alternative compared to the no action alternative.

Applying the Rule of Reason to test the adequacy of the nonproject EIS section on impacts to Aesthetics, and in accordance with WAC 197-11-442(4), the Board finds and concludes that the MHA EIS contained a reasonably thorough discussion and adequately disclosed to City decision makers and to the public the height, bulk, and scale environmental impacts associated with the action alternatives.

Edge Impacts

SCALE points to testimony that there is a significant number of places where the proposal will increase the zoning to above 40 feet in areas that are immediately adjacent to single-family areas, and some single-family zones are immediately adjacent to areas that are being upzoned to heights of up to 75 feet. ⁸⁶ According to SCALE, when the City Council adopts a rezone the Seattle Municipal Code requires a transition or buffer between zones, and a gradual transition, including height limits, is preferred. ⁸⁷

Seattle responds that the EIS provides extensive discussion of theses "edge" effects, including these examples:

- Significant land use impacts would be most likely to occur near frequent transit stations, at transitions between existing commercial areas and existing singlefamily zones, and in areas changing from existing single-family zoning in urban villages and urban village expansion areas.⁸⁸
- Existing single family areas at the outer edges of urban villages with proposed expansion—including Rainier Beach, North Beacon Hill, Othello, and 23rd & Union—Jackson—would experience land use impacts similar to those of Alternative 2. Land use would become denser with more varied housing types, which could result in moderate land use impacts.⁸⁹
- Because expansion areas are at the edges of urban villages, they would likely
 function as transitional areas, forming a buffer between the most intense
 development in the urban village and the low-intensity neighborhoods surrounding
 it. However, expanding urban villages would, over time, lead to the conversion of
 existing development to higher intensity uses, development of taller buildings, and

⁸⁶ SCALE's Prehearing Brief at 25.

⁸⁷ SMC § 23.34.008E.

⁸⁸ EIS at 1.21.

⁸⁹ *Id.* at 3.142.

- establishment of a more urban character in the expansion areas, compared with existing conditions.⁹⁰
- Land use changes that create more gradual transitions between higher- and lower-scale zones, may mitigate land use impacts over the long term as this may achieve less abrupt edges between land uses of different scales and intensity.⁹¹

The EIS also discloses and analyzes neighborhood-specific edge and transition impacts. 92 Zoning near Urban Village edges can be identified using an online mapping tool that is part of the EIS. 93

Applying the Rule of Reason to test the adequacy of the nonproject EIS section on impacts to Aesthetics, and in accordance with WAC 197-11-442(4), the Board finds and concludes that the MHA EIS contained a reasonably thorough discussion and adequately disclosed to City decision makers and to the public the environmental edge and transition impacts associated with the action alternatives.

View Impacts

SCALE asserts that the EIS does not adequately disclose and analyze the view impacts of the MHA Proposal, does not identify viewsheds, and does not provide meaningful information for the public and decision makers to understand the view impacts. 94 SCALE states "the entire discussion about view impacts is contained in two paragraphs." However, the Board notes that In addition to the discussion of impacts to views common to all alternatives, the EIS includes discussion of view obstruction (including from scenic routes) and shading effect for all the action alternatives. 95 The EIS also discloses that scale could result in view blockage, decreased access to light and air at ground level, reductions in privacy, and increases in light and glare. 96 The EIS includes discussion of the influence of topography on impacts to views, such as taller buildings blocking views. 97

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⁹⁰ *Id.* at 3.190.

⁹¹ *Id.* at 3.156.

⁹² *Id.* at 3.122-3.130.

⁹³ Seattle's Prehearing Brief at 70; Index 459 (Tr. vol. 18, 93:7—96:11, Sep. 4, 2018 (Gifford)).

⁹⁴ SCALE's Prehearing Brief at 26-27.

⁹⁵ EIS at 3.196, 3.199, and 3.209.

⁹⁶ EIS at 3.111.

⁹⁷ EIS at 3.118.

Applying the Rule of Reason to test the adequacy of the nonproject EIS section on impacts to Views, and in accordance with WAC 197-11-442(4), the Board finds and concludes that the MHA EIS contained a reasonably thorough discussion and adequately disclosed to City decision makers and to the public the environmental impacts on Views associated with the action alternatives.

Shadow Impacts

SCALE argues the EIS has only one grossly inadequate paragraph on shadow impacts and that the EIS needed to identify specific public parks, schools, and street ends that will be affected by shadows considering that SMC 25.05.675.Q.2 indicates that these are explicitly protected areas under SEPA.⁹⁸

However, beyond the summary of shadow impacts common to all alternatives, the EIS has multiple sections disclosing how tier zoning changes can create shading impacts. ⁹⁹ Increased shadowing onto adjacent single family areas was disclosed for the Upper Queen Anne and Greenwood-Phinney Ridge areas. ¹⁰⁰ Shading and shadow impacts on adjacent parks are discussed and shown graphically on EIS pages 3.184-3.185. Finally, the EIS includes mitigation to address protection of public views (including from scenic routes) and to mitigate shading, acknowledging the Seattle Municipal Code provisions that protect open space areas from shading and proposing changes to the Design Review Program to address shading/shadow impacts. ¹⁰¹

Applying the Rule of Reason to test the adequacy of the nonproject EIS section on Shadow impacts, and in accordance with WAC 197-11-442(4), the Board finds and concludes that the MHA EIS contained a reasonably thorough discussion and adequately disclosed to City decision makers and to the public the environmental impacts on Shadows associated with the action alternatives.

⁹⁸ SCALE's Prehearing Brief at 28.

⁹⁹ EIS at 3.176, 3.177, and 3.186.

¹⁰⁰ EIS at 3.147-3.148.

¹⁰¹ EIS at 3.211-3.212.

Conclusion

WAC 197-11-442 states that the lead agency shall have more flexibility in preparing EISs on nonproject proposals because there is normally less detailed information available on their environmental impacts and on any subsequent project proposals. Since this is a nonproject proposal for which the discussion shall be limited to a general discussion of the impacts, and applying the Rule of Reason to test the adequacy of the EIS, the Board finds and concludes that the MHA EIS provides a reasonably thorough discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on Aesthetics so that City officials could make an informed decision and reasoned choice among alternatives. Issue 1.7 is dismissed.

<u>Legal Issue 1.8 – Historic resources:</u> Does the EIS fail to adequately identify the existing historic resource environment; fail to adequately analyze the impacts of the alternatives on those resources; and fail to adequately address mitigation related to those resources?

As a threshold matter, the Board considers dueling arguments by the parties relating to the City's February 7, 2019, Historic Resources Addendum to the EIS. 102 SCALE asserts that Seattle improperly used the Historic Resources Addendum to analyze impacts, and SCALE argues that Seattle was instead required to prepare a Supplemental EIS (SEIS) on historic resources. 103 Seattle asserts that it was legally entitled to analyze historic impacts in a published Addendum rather than an SEIS and further, Seattle alleges that Petitioners failed to raise the Addendum as a legal issue in their consolidated Petitions for Review. 104

SCALE and other parties appealed Seattle's Final EIS to the City of Seattle Hearing Examiner. After 19 days of hearings, the Hearing Examiner affirmed the adequacy of the EIS in all aspects with the exception of the historic resources analysis, which the Hearing Examiner remanded for the following:

- 1. include City designated landmarks information in Exhibit 3.5-2 in the FEIS, and make associated text amendments to accommodate this inclusion;
- 2. provide a more detailed and clear analysis identifying the contents of the City

¹⁰² IN 80.

¹⁰³ SCALE's Prehearing Brief at 37.

¹⁰⁴ Seattle's Prehearing Brief at 91-92.

- database resource (e.g. all properties in the database not just the designated landmarks) and how they have been utilized to inform the FEIS analysis; and
- ensure that the FEIS analysis adequately analyses all probable significant
 adverse impacts to City designated landmarks where Code protections are not
 assured, including but not limited to those associated with SEPA exempt projects
 and redevelopment that impacts the setting or character of a designated historic
 landmark property.

The City should also correct the typo in FEIS Exhibit 3.5-4 that failed to indicate that a Context Statement has been prepared for North Beacon Hill.

The City should also ensure that all NRHP [National Register of Historic Places] properties are depicted on FEIS Exhibit 3.5-2, if any are missing (as alleged by Appellants at hearing).

Given the opportunity of the FEIS historic resources section remand the City may also wish to address cumulative impacts to historic resources, if any, in its revisions to this FEIS chapter.¹⁰⁵

On remand from the Hearing Examiner, Seattle prepared a Historic Resources Addendum to the EIS containing 36 pages of narrative with tabular data plus 105 pages of appendices with 90 urban village maps and tables disclosing historic resources including City of Seattle Landmarks, NRHP Determined Eligible Resources, National Register Historic Districts, and City of Seattle Historic Preservation Districts. The urban village maps also show many green diamonds and green dots, denoting respectively "inventoried resources" and "hold resources" from the City's database, which have been disclosed for future reference as possibly meeting the criteria for designation as a City Landmark. To For each urban village, the Addendum maps show the differences between the three action alternatives.

SEPA Rules define "Addendum" as "an environmental document used to provide additional information or analysis that does not substantially change the analysis of significant impacts and alternatives in the existing environmental document. The term does not include supplemental EISs. An addendum may be used at any time during the SEPA process.¹⁰⁸

¹⁰⁵ Index 515 (Revised Findings and Decision of Hearing Examiner, at 36 of 38.)

¹⁰⁶ IN 80.

¹⁰⁷ IN 80 Historic Resources Appendix.

¹⁰⁸ WAC 197-11-706.

The SEPA Rules anticipate a situation where an agency may wish to use a previously issued final EIS for a proposal that is the same as, or different than, the proposal analyzed in the previously issued final EIS. SEPA Rules in **WAC-197-11-600 When to use existing environmental documents** provide that an Addendum is the appropriate vehicle for adding analyses or information about a proposal that "do not substantially change the analysis of significant impacts and alternatives in the existing environmental document." By contrast, the City must prepare a Supplemental Environmental Impact Statement (SEIS) if there are "substantial changes so that the proposal is likely to have significant adverse environmental impacts," or if there is "new information indicating a proposal's probable significant adverse environmental impacts."

In the present case, the proposal (MHA Ordinance No. 125791) has not changed. The Addendum does not substantially change the analysis of significant impacts and alternatives in the existing environmental document; rather it adds additional information about historic resources. Also, and contrary to SCALE's argument, the Hearing Examiner's remand is not "new information" about probable significant adverse environmental impacts. Potentially significant impacts to historic resources were known and analyzed in the EIS but the Hearing Examiner determined that the EIS discussion was not "reasonably thorough" and needed to include additional information on City designated landmarks and City database resources in order to better inform City decision makers and the public. 110

The Board finds and concludes that under these facts, the City was not required to use an SEIS and was authorized to use an addendum to add analyses or information about MHA that "do not substantially change the analysis of significant impacts and alternatives." The Addendum to the EIS together with the final EIS constitute the SEPA environmental record made available to inform City decision makers and the public about the environmental consequences of the proposed MHA legislation. The City issued a Notice of Availability of the EIS Addendum¹¹¹ for public review, and Seattle received public comments on the Historic Resources Addendum, including from Petitioner SCALE.¹¹²

¹⁰⁹ Thornton Creek Legal Fund v. Seattle, 113 Wn. App. 34, 40 (2002); SMC 25.05.600.

¹¹⁰ Revised Findings and Decision of the Hearing Examiner for the City of Seattle at 29 of 38 (Dec. 6, 2018). ¹¹¹ IN 81.

¹¹² IN PC11188.

Regarding Seattle's claim that Petitioners cannot challenge the Addendum because the Petitions for Review did not mention the word "Addendum," the Board disagrees. Issue Statement 1.8 uses the words "identify the existing historic resource environment . . . analyze the impacts of the alternatives on those resources . . . address mitigation related to those resources." The record shows that Seattle's Addendum was issued in response to the Hearing Examiner's remand to add additional information to the SEPA record to more fully disclose impacts to the affected historic environment. The Addendum identifies historic resources and analyzes impacts on those historic resources together with potential mitigation. The Addendum, along with related SEPA documents, were provided to the City Council and made available to citizens who commented on the draft EIS. The Board finds and concludes that the Addendum falls within the scope of Petitioner's Issue 1.8 and thus may be challenged in this proceeding.

Turning now to the substantive arguments about the adequacy of the historic resources analysis, SEPA requires a reasonably thorough discussion of the *significant* aspects of the probable environmental consequences.

SCALE argues that the City should have included more information on the "assemblage of fine homes that are not on any [historic] register," including surveying pre-1940 houses in all urban villages and expansion areas. The Hearing Examiner heard extensive expert level testimony describing early Twentieth Century homes clustered in the Ravenna-Cowen, North Rainier, Ballard, South Park, and Morgan Junction neighborhoods. 114

The EIS and Addendum mapped by urban village and analyzed City historic landmarks and historic districts together with properties listed or eligible for listing on the National Register of Historic Places. Many of the pre-1940 houses referred to by SCALE may have been altered so that they are not eligible for NRHP listing and therefore do not have the "significance" that a listed or NRHP-eligible property would have. There were 10,449 households in single-family neighborhoods covered by the MHA proposal.¹¹⁵ SEPA

¹¹³ SCALE's Prehearing Brief at 29, including n.6.

¹¹⁴ IN 515 at 9 of 38.

¹¹⁵ IN 1026.

does not require detailed analysis of all houses in 27 urban villages that are older than 1940. Applying the Rule of Reason the Board finds and concludes that it is reasonable to focus SEPA analysis on significant historic properties as evidenced by being listed or eligible for listing on a historic register. Moreover, for "nonproject" actions such as area-wide zoning ordinances, SEPA requires the discussion be limited to a general discussion of the impacts.¹¹⁶

The fundamental purpose of an EIS is to present decision makers with a "reasonably thorough discussion of the significant aspects of the probable environmental consequences" of the proposal so that City officials can make an informed decision and reasoned choice among alternatives. The SEPA Rules state that *Environmental Impacts* may be: (i) Direct; (ii) Indirect; or (iii) Cumulative.¹¹⁷ For a discussion of the impacts of alternate proposals, Section 3.5.2 of the MHA EIS states in part:

The MHA program would not directly impact any historic or cultural resources, but development allowed by the MHA program could impact these resources indirectly by affecting decisions to demolish or redevelop historic-aged properties or construct new properties on land that may contain belowground cultural resources. . . .

Redevelopment, demolition, and new construction projects could occur in the study area as a result of all Alternatives; these projects could impact historic resources or result in ground disturbance. Any ground disturbance could impact belowground cultural resources, if present. However, existing policies and regulations regarding review of historic and cultural resources would not change under any Alternative. For development projects within the study area that would be subject to SEPA, potential impacts to historic and cultural resources would still be considered during project-level SEPA review. . . .

Potential impacts to historic resources could occur from demolition, redevelopment that impacts the character of a historic property, or development adjacent to a designated landmark if the development alters the setting of the landmark and the setting is a contributing element of that landmark's eligibility. Redevelopment could result in a significant adverse impact for properties that have the potential to be landmarks if the regulatory process governing the development does not require consideration of that property's potential eligibility as a Seattle Landmark, such as projects exempt from review under SEPA. For example, projects with fewer than 20 residential

¹¹⁶ WAC 197-11-442(4). ¹¹⁷ WAC 197-11-792(2)(c).

units, or that have less than 12,000 square feet of commercial space, are exempt from SEPA review.

Typical SEPA-exempt projects that could occur under the project would be redevelopment or replacement of single-family residences and small buildings with slightly larger residences and buildings. . . .

Potential decreases to the historic fabric of a neighborhood are likely to occur if historic buildings are redeveloped or demolished and new buildings are constructed that are not architecturally sympathetic to the existing historic characteristics of a neighborhood.¹¹⁸

The EIS thus recognizes and discloses that MHA's increase in development capacity has the potential for significant adverse impacts from redevelopment or replacement of properties such as single-family residences in the affected urban villages or expansion areas, and over time this could cumulatively alter the historic fabric of a neighborhood. The EIS also discloses to City decision makers that smaller projects potentially impacting historic resources may not go through project-level SEPA review because they are below the SEPA-triggering thresholds, although historic preservation expert Eugenia Woo testified that SEPA review thresholds are lower for potential historic landmarks.¹¹⁹

SCALE claims that the EIS's 50% growth rate threshold for significant impacts is "arbitrary" and was created with no basis whatsoever."¹²⁰ However, SCALE does not point to any evidence justifying a different threshold. Our Supreme Court has recognized the difficulty in defining a significance threshold, observing, "a precise and workable definition is elusive because judgments in this area are particularly subjective—what to one person may constitute a significant or adverse effect on the quality of the environment may be of little or no consequence to another."¹²¹ Applying the Rule of Reason to this record, the Board finds that the 50% growth threshold was reasonable.

Finally, both SCALE and Fremont Neighborhood Council challenge the EIS discussion of mitigation measures for historic resources. WAC 197-11-440(6)(c)(iv) says

¹¹⁸ EIS at 3.304-3.306.

¹¹⁹ IN 342 (TR 1:203).

¹²⁰ SCALE's Prehearing Brief at 32.

¹²¹ Norway Hill Pres. & Prot. Ass'n v. King Cty. Council, 87 Wn.2d 267, 277 (1976).

¹²² SCALE's Prehearing Brief at 34–35; Fremont Neighborhood Council's Brief at 15.

the EIS may discuss the technical feasibility and economic practicability of mitigation but the EIS need not analyze mitigation measures in detail unless they involve substantial changes to the proposal causing significant adverse impacts. Petitioners presented no specific arguments or evidence showing that the mitigation measures discussed on EIS pages 3.311-3.312 are inadequate.

While the Board has reviewed *de novo* the MHA EIS and associated Addendum pertaining to historic resources, the SEPA Rules say the City's determination that an EIS is "adequate" under SEPA shall be accorded "substantial weight." In this instance, the final City determination on adequacy of the historic resources analysis, which shall be accorded substantial weight, was made by Seattle's SEPA Responsible Official on remand from the Hearing Examiner.

Since this is a nonproject proposal for which the discussion shall be limited to a general discussion of the impacts, and applying the Rule of Reason to test the adequacy of the EIS, the Board finds and concludes that the MHA EIS and Addendum together provided a reasonably thorough discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on historic resources so that City officials could make an informed decision and reasoned choice among alternatives. Issue 1.8 is dismissed.

<u>Legal Issue 1.9 – Displacement:</u> Does the EIS fail to adequately analyze the displacement impacts associated with the alternatives and fail to adequately address mitigation related to those resources?

"Displacement Impacts" was raised as a legal issue by multiple Petitioners alleging the EIS analysis is inadequate. Economic displacement is sometimes referred to in the record as "gentrification." Expert testimony in the record explains that "economic displacement is not physical displacement where buildings are torn down" but rather refers to rising rents or rising property taxes so tenants or homeowners "can no longer afford to live there." 125

¹²³ RCW 43.21C.090.

¹²⁴ IN 385 (TR 7:128, 140); IN 465 (TR 19: 150, 153).

¹²⁵ IN 385 (TR 7:127).

SCALE asserts a major displacement concern is that pricey, new development spurred by MHA's upzones will cause an increase in rents and housing prices that will force lower income households out of their homes and out of their established neighborhoods. ¹²⁶ SCALE's socio-economic experts state that in terms of Seattle's equity objective, the largest economic displacement impacts have been suffered by Seattle's African American population. ¹²⁷ SCALE points to a scatterplot in EIS Appendix M showing an apparent weak positive correlation between change in housing production and change in households with incomes between 50% and 80% of Area Median Income (AMI) for all Seattle census tracts. ¹²⁸ The parties disagreed on whether this citywide scatterplot showed any systematic relationship between housing production and change of lower income households in the MHA study area. ¹²⁹

SUN asserts the EIS is inadequate in analyzing displacement impacts from upzoning, 130 and SUN incorporates the discussion and argument re displacement at pages 43-52 of SCALE's Prehearing Brief. 131 SUN points to EIS Appendix A data from 2007-2011 showing that 80% of Seattle's Census tracts had at least 10-15% of their populations experiencing a cost burden (30-50% of their income on housing costs) or a severe cost-burden (over 50% of their income on housing costs), when housing values were going down or static due to the recession. 132 SUN alleges Seattle's failure to include 2015-2016 baseline data renders the EIS an inadequate basis to evaluate current or future impacts. 133

Seattle asserts that although SEPA does not require the EIS to analyze economic displacement, Seattle chose to evaluate economic displacement impacts, which exceeds SEPA requirements and meets the Rule of Reason.¹³⁴

The City of Seattle and Petitioners appear to agree that economic displacement or gentrification is an important issue to the citizens of Seattle. EIS Section 3.1 analyzes

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¹²⁶ SCALE's Prehearing Brief at 43-44.

¹²⁷ IN 348 (TR 2: 71); IN 385 (TR 7: 139).

¹²⁸ EIS Appendix M, at M.13, Exhibit M-15.

¹²⁹ SCALE's Prehearing Brief at 47-48; Seattle's Prehearing Brief at 82-83.

¹³⁰ Petitioner SUN' Prehearing Brief at 4.

¹³¹ *Id.* at 1.

¹³² Id. at 4.

¹³³ *Id*.

¹³⁴ Seattle's Prehearing Brief at 74-86.

Housing and Socioeconomics. Economic Displacement and Cultural Displacement is analyzed in EIS pages 3.43 to 3.59. The EIS also contains a 68 page Growth and Equity appendix analyzing impacts on displacement and opportunity related to Seattle's Growth Strategy.¹³⁵

An important threshold question the Board must now consider is whether Petitioners can legally challenge the adequacy of those EIS sections that analyze socioeconomic impacts of the MHA program.

In 1980, our Supreme Court held in *Barrie v. Kitsap County* that Kitsap County's EIS "discussion of socio-economic effects" (i.e., economic deterioration) was inadequate as to potential economic competition from a retail center proposed to be located outside of the City of Bremerton's central business district.¹³⁶ In response to the *Barrie* decision, the Legislature in 1983 amended SEPA to limit the scope of required EIS analyses to only a "list of elements of the environment" as set forth in RCW 43.21C.110(1)(f) and as adopted by the Department of Ecology in the SEPA Rules.

Under amended RCW 43.21C.110(1)(f) and SEPA Rules at WAC 197-11-444 and -448(2), "Elements of the environment" are now limited to the "natural" and "built" environments, which includes "housing" but does not include the term "socioeconomic." According to Professor Richard Settle, one purpose of the 1983 statutory amendments and the SEPA Rule changes at WAC 197-11-444 and -448 was to "require only analysis of impacts to elements of the environment listed in WAC 197-11-444 and to exclude from mandatory EIS coverage purely economic, social, and other nonenvironmental impacts." 137

Economic competition, socioeconomics, profits and income, fiscal policies, and social policy analyses are not required to be discussed in an EIS.¹³⁸ An EIS is required to analyze only significant adverse *environmental* impacts on the "Elements of the environment" as listed in the SEPA Rules in WAC 197-11-444. Economics and socioeconomics are not listed in the SEPA Rules as "Elements of the environment."

¹³⁵ EIS Appendix A (May 2016).

^{136 93} Wn.2d 843, 860 (1980).

¹³⁷ Settle, Richard L., *The Washington State Environmental Policy Act: A Legal and Policy Analysis*, § 14.01[2][a], p. 14-55 (rev. ed. 2002).

¹³⁸ WAC 197-11-448(2) and -448(3). See also Seattle Municipal Code § 25.05.448.

Case law interpreting the SEPA statutes and SEPA Rules holds that an EIS needs to analyze significant adverse impacts on the **physical environment** or **built environment** resulting from economic competition but the EIS does <u>not</u> need to analyze economic competition, in and of itself.¹³⁹ Housing is an element of the environment, so an EIS should analyze significant adverse housing impacts such as demolition of housing as part of the built environment. For example, the SEPA Environmental Checklist calls for information on the number of high, middle, or low-income housing units provided or eliminated.¹⁴⁰

Since economic displacement and social displacement are not identified as an "Element of the environment" in RCW 43.21C.110(1)(f) nor in WAC 197-11-444, Seattle was not required to analyze economic displacement or social displacement in the MHA EIS. Seattle chose to include some analysis of socioeconomic impacts in the EIS but any perceived inadequacies in this voluntary analysis cannot be the basis for finding a violation of SEPA's environmental disclosure mandates since SEPA does not require such analysis of nonenvironmental impacts. Similarly, the Seattle Municipal Code states that the City may at its option include EIS analysis of nonenvironmental impacts but such nonenvironmental analysis "shall not be used in determining whether an EIS meets the requirements of SEPA."

Therefore, the Board cannot review Petitioners' arguments that the EIS contains an inadequate discussion of economic displacement, cultural displacement, social policies, or other nonenvironmental impacts.

The Board now must consider Petitioners arguments that the EIS analysis of physical housing impacts (e.g., demolition impacts) was inadequate. Demolition of housing is a recognized impact to the "built environment." ¹⁴³

SCALE alleges that the EIS understates the risk of demolishing homes to make way for new, higher priced units because the EIS used past trends to forecast future housing

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¹³⁹ Indian Trail Property Owner's Association v. City of Spokane, 76 Wn. App. 430, 444 (1994); W. 514 v. County of Spokane, 53 Wn. App. 838, 847-848 (1989).

¹⁴⁰ WAC 197-11-960 Environmental Checklist, Element 9 Housing.

¹⁴¹ See Settle, Richard L., *The Washington State Environmental Policy Act: A Legal and Policy Analysis*, § 14.01[2][a], p. 14-55 (rev. ed. 2002).

¹⁴² Seattle Municipal Code § 25.05.440(G).

¹⁴³ WAC 197-11-444(2)(b)(ii) and 197-11-960(B)(9).

demolitions. SCALE argues that past redevelopment primarily involved "low hanging fruit" of empty lots or parcels that could be subdivided to create new buildable lots but much of that supply is now exhausted, meaning that future redevelopment will more often displace households than indicated by historic data.¹⁴⁴

SCALE points to testimony by land use economics consultant William Reid, who opined that the EIS relied on historic demolition data that does not account for a "greater rate of demolition" resulting from the MHA upzones creating far more development capacity on each parcel. As an example, Mr. Reid explained that if an old apartment house is torn down and replaced with a new project, you may end up with equal or more housing units but financial considerations typically result in a loss of lower-cost units that are replaced by units at top of market cost. Reid acknowledged that the EIS discussed this phenomenon *qualitatively* but Reid suggested that the EIS did not contain an adequate *quantitative* analysis of greater demolition rates resulting from MHA upzoning as compared to historic demolition rates under pre-MHA zoning. 147

Seattle responds that the "historic trends" approach *overstated* the amount of demolition that would occur in the future, since the increased capacity would allow more new units to be built for each demolished unit. Even under the "historic trends" approach, the number of additional demolitions under the preferred alternative only exceeds that under "no action" by 82 units over the twenty-year study period (e.g., 2980 demolished units versus 2898). The FEIS then estimated the number of additional physically displaced low-income households that would result from demolitions under the proposal. Seattle further states that the EIS used two different methods to estimate the demolitions that would result from the proposal: the "parcel allocation modeling" approach and the "historic trends" approach. Approach.

EIS Appendix G explains the two alternate methodologies for estimating potential demolitions: (1) modeling demolition by allocating growth to parcels, and (2) estimating

¹⁴⁴ SCALE's Prehearing Brief at 51.

¹⁴⁵ IN 348 (TR2: 99-104); IN 545.

¹⁴⁶ IN 348 (TR2: 87).

¹⁴⁷ *Id.* at 98, 104.

¹⁴⁸ Seattle's Prehearing Brief at 75.

¹⁴⁹ *Id.* at 75-76.

demolition based on historic trends. The calculated demolitions under both methods are presented in tabular format for all EIS alternatives in EIS Section 3.1.2 IMPACTS, Exhibit 3.1-41.¹⁵⁰

Seattle's land use and housing expert Kevin Ramsey said "that's why we chose a parcel allocation method as the first method of analyzing, because it accounts for the fact that there may be less empty parking lots than there were back in the year 2000, and it accounts for what's actually available for development moving forward." ¹⁵¹

SCALE's expert William Reid did not do any quantitative analysis of demolition impacts but did opine that the EIS relies too much on estimating demolition based on historic trends. However, SCALE's expert offered no critique of Seattle's alternate method of estimating demolitions using parcel allocation modeling -- Reid simply acknowledged that Seattle prepared a "detailed analysis" by modeling displacement in different urban villages.¹⁵²

SCALE's expert and Seattle agree that demolition of existing housing due to redevelopment has already occurred even before passage of the MHA ordinance, but they appear to disagree on the future rate of demolition resulting from upzoning for increased development capacity.

In conclusion, Seattle conducted a detailed analysis to estimate housing demolition impacts for all EIS alternatives using two alternate methodologies -- historic trends and parcel allocation modeling. In contrast, SCALE presented only conclusory statements about housing demolitions without any quantitative analysis, and SCALE failed to adduce specific evidence showing that the City's analyses were deficient.

Applying the Rule of Reason to test the adequacy of this nonproject EIS, the Board finds and concludes as follows:

- 1. SEPA's mandate to analyze significant adverse environmental impacts is limited to the "Elements of the Environment" listed in WAC 197-11-444.
- 2. SEPA does not require that an EIS analyze purely economic, social policy, socioeconomic, or other nonenvironmental impacts.

¹⁵⁰ EIS at 3.71.

¹⁵¹ Index 447 (Tr. vol. 16, 99:13–100:7, Aug. 30, 2018 (Ramsey)); IN 792.

¹⁵² IN 348 (TR2: 99).

¹⁵³ IN 348 (TR2: 87); EIS at 3.69.

- 3. Seattle chose to include some analysis of socioeconomic impacts in the EIS but any perceived inadequacies in this voluntary analysis cannot be the basis for finding a violation of SEPA's environmental disclosure mandates since SEPA does not require such analysis of nonenvironmental impacts.
- 4. Housing is an element of the environment so an EIS should analyze significant adverse housing impacts (e.g., number of high, middle, or low-income housing units provided or eliminated).
- 5. Seattle conducted a detailed analysis to estimate housing demolition impacts for all EIS alternatives using two alternate methodologies -- historic trends and parcel allocation modeling.
- 6. SCALE presented conclusory statements about housing demolitions without any quantitative analysis, and SCALE failed to adduce specific evidence showing that the City's physical demolition analyses were deficient.
- 7. The EIS contains a reasonably thorough discussion of potential housing units provided and eliminated under the EIS action alternatives using two alternate methodologies for estimating potential demolitions by modeling demolition through allocating growth to parcels and by estimating demolition based on historic trends.
- 8. Legal Issue 1.9 is dismissed.

<u>Legal Issue 1.10 – Public facilities and Services:</u> Does the EIS fail to adequately analyze the alternatives' impacts on public facilities and services and mitigation for those impacts?

Seniors United for Neighborhoods (SUN) argues the EIS fails to adequately identify and analyze the impacts from upzoning on police, fire and emergency services, and water, sewers and drainage systems. 154 SUN points to the EIS statement that the overall effect of the Preferred Alternative would be an additional 17,015 housing units more than would be developed on the same number of existing parcels. 155 SUN presents evidence of inadequate levels of service for police, fire, emergency services, water, sewer, and drainage. According to SUN, the true level of impact resulting from the MHA upzones and density increases cannot be determined without first identifying existing deficiencies in Seattle's public services and infrastructure. SUN alleges the EIS discussion of existing public services is not adequate as follows:

¹⁵⁴ SUN' Prehearing Brief at 11.

¹⁵⁵ EIS at 3.381.

¹⁵⁶ SUN' Prehearing Brief at 11.

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- <u>Police</u>. The "2016 Berkshire Report" ranks Seattle number one in overall crime rate, worst overall in crime clearance rate, and unable to meet response time standards due to understaffing of police officers.¹⁵⁷
- <u>Fire and Emergency Services</u>. Fire/EMS response times are met only 77% of the time and despite population increase during 2015-2018, medic staffing declined and firefighter staffing was static.¹⁵⁸
- Water and Sewer. The vast majority of Seattle's sewer pipe is less than 12" and thus is already at or over capacity, particularly so in West Seattle, South Park, and Wallingford. A University of Washington professor testified that RSL rezoning in the Ravenna/Roosevelt area will increase overflow/runoff the combined sewer overflow pipes are already at capacity and cannot handle greater density. Upzones will increase population, impervious surfaces, and sewage flows, further increasing rainwater runoff which overwhelms the pipes and spills sewage into Puget Sound, Lake Washington, Lake Union, and the Duwamish. Rain that previously would have filtered into the soil or run off into streams will instead be conveyed to the combined sewer that leads to the plant, thus increasing the amount of peak flows to the plant during storm events. Climate change may also lead to more frequent and/or more intense rain events, resulting in increased volumes and frequency of high flows to the plant.

Seattle responds to SUN' arguments as follows:

- The public services and utilities analysis applied reasonable and standard methodologies, including use of analysis prepared for the 2035 Comprehensive Plan EIS, which WAC 197-11-600 expressly allows.
- The Comprehensive Plan EIS's analysis was especially appropriate because of its citywide scope and recent data.
- The EIS's public facilities and services analysis applied the same Level of Service (LOS) standards set by the City and used in the Seattle 2035 Comprehensive Plan EIS, and the City generally sets its LOS standards on a citywide level.
- SEPA does not require that an EIS include every piece of information available from any source (e.g., the 2016 Berkshire Report), particularly in a nonproject EIS where less detailed information is available and where the City has greater flexibility in its analysis under WAC 197-11-442(1) and SMC 25.05.442.A.¹⁶⁰

The Board notes that EIS Chapter 3.8 on Public Services and Utilities relies on the Seattle 2035 Comprehensive Plan EIS for information on existing conditions and public

¹⁵⁷ *Id.* at 9-10; IN 716 Berkshire Advisors, Inc. Assessment of Sworn Staffing Needs, Seattle, Washington (March 2016).

¹⁵⁸ SUN' Prehearing Brief at 10-11.

¹⁵⁹ SUN' Prehearing Brief at 11-12; IN 369, IN 712, IN 713, IN 714.

¹⁶⁰ Seattle's Prehearing Brief at 98-101.

services capacities.¹⁶¹ Public services and utilities analyses from the adopted 2035 EIS were supplemented and updated in the MHA EIS, and in order to accommodate growth, some facility upgrades and/or increased resources will be needed for police, fire/EMS and utilities.¹⁶² In particular, growth induced service demands will likely mean significant upgrades or new facilities and resources are needed for the Police South Precinct, Fire Stations 2 and 31, and added EMS services in multiple growing Urban Villages.¹⁶³ Seattle Public Schools forecast the growth of 9,000 students, surpassing the existing capacity and requiring 18 new or replacement schools and seismic upgrades for 37 additional schools. In addition, 25 schools are missing sidewalk infrastructure needed for the *Safe Routes to School* program.¹⁶⁴

The EIS discloses area-wide impacts from upzoning and density increases:

- Development resulting from implementation of proposed zoning changes would cause substantial population increases in some areas.
- Population growth generally increases demand for public services, but more compact pattern of growth can also reduce the distances that emergency vehicles need to travel to respond to service calls.
- Higher capacity can concentrate demand and cause local capacity problems.
- Future MHA-induced development will likely result in greater demands on localized areas of the water supply, sewer system, distribution system, stormwater drainage, and electric power.
- Urban villages north of 85th Street have a large amount of informal drainage and are inherently capacity constrained.¹⁶⁵

As to mitigation measures, the EIS discloses that the local or statewide regulatory framework would apply at the time of development that would identify any specific project-level impacts and would be addressed on a project-by-project analysis, and development will not be endorsed without identification of demand and availability of utilities.¹⁶⁶

Since this is a nonproject proposal for which the discussion shall be limited to a general discussion of the impacts, and applying the Rule of Reason to test the adequacy of the EIS, the Board finds and concludes that the MHA EIS provided a reasonably thorough

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¹⁶¹ EIS at 3.360.

¹⁶² EIS at 3.360-3.361, 3.377-3.384.

¹⁶³ EIS at 3.360-3.362.

¹⁶⁴ EIS at 3.362-3.364.

¹⁶⁵ EIS at 3.372-3.373.

¹⁶⁶ EIS at 3.372-3.373, 3.385.

discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on public facilities and services so that City officials could make an informed decision and reasoned choice among alternatives. Issue 1.10 is dismissed.

<u>Legal Issue 1.11 – Parks</u>: This issue was abandoned and is dismissed.

<u>Legal Issue 1.12 – Trees:</u> Does the EIS fail to adequately analyze the alternatives' impacts on trees and mitigation for those impacts?

Fremont Neighborhood Council (Fremont) alleges that the EIS tree-loss analysis is inadequate and unreasonable in several different respects: (1) The EIS did not include any data on "tree" loss within the "study area" but outside urban villages; (2) the "tree" loss calculation is unusable because the data include street trees on public property and large shrubs on private property, greatly inflating the number of so-called "trees" per parcel; (3) even if the data were valid, which they are not, data aggregation into four groups makes it impossible to understand the impacts from upzoning in each urban village and in areas outside urban villages; and (4) the EIS does not include data showing where large trees ("exceptional" trees) and groves of trees on private property are located. The Fremont also states that the EIS "used LiDAR to calculate the impact of upzoning on tree cover ("canopy") on parcels in 27 residential urban villages," and Fremont asserts this methodology was inadequate.

In referring to 27 residential urban villages, Fremont appears to misapprehend the nomenclature used under Seattle's Urban Village Strategy to classify three types of areas: Seattle has designated 18 Residential Urban Villages, six (6) Hub Urban Villages, and six (6) Urban Centers. Residential Urban Villages emphasize residential uses while allowing commercial and retail services at a lower scale than in Hub Urban Villages; compared to Hub Urban Villages, Residential Urban Villages have more land in single-family and

¹⁶⁷ Fremont's Prehearing Brief at 9-10.

¹⁶⁸ Light Detection and Ranging is a remote sensing method that uses light in the form of a pulsed laser to measure ranges (variable distances) to the Earth. These light pulses—combined with other data recorded by the airborne system— generate three-dimensional information about the shape of the Earth and its surface characteristics.

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multifamily residential use. 169

This distinction in the number of *Residential* Urban Villages relates to part of Fremont's assertion that the "vast majority of trees and large shrubs" are located in "Single Family Residential areas." Single Family Residential is the designated land use for more than half of Seattle's total land area, and predominates outside of the MHA Study Area. Seattle contends that the MHA rezones affect just six percent of Seattle land with single-family zoning. The EIS states: 72% of Seattle's tree canopy is located in residential zones, and 23% of the tree canopy is with the public right-of-way. Thus, the EIS record suggests that only a small fraction of Seattle's tree canopy is located in MHA-rezoned areas, outside of public right-of-way.

As to the inclusion of street trees on public property in the EIS analysis, Seattle asserts that by including street trees in the calculation of trees that may be impacted by the proposal (even though City regulations provide stronger protections for street trees than private trees), the impacts analysis is more conservative and decision makers are better informed.¹⁷⁴ The FEIS also explicitly acknowledges the existence of gaps in current tree protections and includes mitigation measures that suggest improving enforcement, expanding tree protections, and other measures to strengthen tree protections.¹⁷⁵

Fremont's claim that the EIS did not include any data on "tree" loss within the "study area" but outside urban villages is disputed by the City and not supported by Mike Leech who performed the tree canopy analysis and testified the analysis covered the areas within each of the proposed zoning alternatives – within the project extent.¹⁷⁶

Fremont cites a report by the Green Cities Research Alliance finding that residential areas have much more ecological diversity than other areas and play a key role in

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¹⁶⁹ EIS at 3.102-3.103 and 3.107.

^{| 170} Fremont's Prehearing Brief at 2, quoting from Index # 701 at 7, Seattle's Forest Ecosystem Values: | Analysis of the Structure, Functions, and Economic Benefits (August, 2012).

¹⁷¹ EIS at 2.3 and 3.103-3.105.

¹⁷² Seattle's Prehearing Brief at 3, 5, 16, 112, and 152.

¹⁷³ EIS at 3.316-3.317.

¹⁷⁴ Seattle's Prehearing Brief at 105; Index 399 (Tr. vol. 9, 154:12–155:2 July 26, 2018 (Leech)). Index 399 (Tr. vol. 9, 201:13–205:23, July 26, 2018 (Rundquist)). *See also* Index 730 (Resume of Nolan Rundquist). ¹⁷⁵ EIS at 3.340–3.341.

¹⁷⁶ Index 399 (Tr. vol. 9, 156:24–158:24, July 26, 2018 (Leech)).

managing storm water runoff, thus reducing soil erosion, pollution loads, and sewage overflows into water bodies.¹⁷⁷ Seattle says the City adequately addressed the impact of increased impervious surface in its analysis of impacts to stormwater facilities that are designed to mitigate new impervious surface and pollution generating surfaces.¹⁷⁸

According to the EIS, trees in the City are specifically valued and legally protected under various regulations in addition to the Environmentally Critical Areas (ECA) code (SMC 25.09.320). These include the Tree Protection Ordinance (SMC Chapter 25.11), landscaping requirements in each zoning category (SMC Title 23), and specific environmental regulations (SMC 25.05.675) that implement the goals and policies of the Seattle 2035 Comprehensive Plan for protection of the urban forest. As of 2016, Seattle had a 28% tree canopy cover, and the Urban Forest Management Plan set a goal to increase Seattle's tree canopy cover to 30 percent by 2037.¹⁷⁹

Under the EIS Preferred Alternative, the parcels changing from SF and LR to NC/C would see the largest change in tree canopy cover if fully developed. Overall, there is currently approximately 22 percent tree canopy coverage within the Preferred Alternative expansion areas. With the zoning changes proposed in the Preferred Alternative, there is the potential for a total loss of between 0.7 and 3.6 acres of tree canopy cover within those expansion areas.¹⁸⁰

Under the worst case scenario of full development of the upzoned areas in the Preferred Alternative, the EIS Tree Canopy Analysis discloses up to a 1.9% reduction in tree canopy cover due to site disturbance during construction and through land use activities after construction. The LR to NC/C zone change affecting 10.6 acres of tree cover would have a high scenario tree cover change coefficient of -9.59%. The SF to NC/C zone change affecting 6 acres of tree cover would have a high scenario tree cover change coefficient of -12.16%. The SF to RSL zone change affecting 308.2 acres of tree cover would have a high

¹⁷⁷ Index # 701, Seattle's Forest Ecosystem Values: Analysis of the Structure, Functions, and Economic Benefits (August, 2012).

¹⁷⁸ Seattle's Prehearing Brief at 103; See EIS at 3.368 – 3.370, 3.372, 3.385.

¹⁷⁹ EIS at 3.315-3.316.

¹⁸⁰ EIS at 3.338.

¹⁸¹ EIS at 3.321.

scenario tree cover change coefficient of -1.81%. 182

At the November 7, 2019 hearing, Fremont's attorney presented evidence from the record showing in green shading the "East Fremont Tree Canopy Series" located just west of Stone Way N between North 42nd Street and North 45th Street. 183 Fremont suggests that some of this mature tree canopy could be lost as a result of rezone-induced development and increased density in the Urban Village. However, given that the MHA EIS is a nonproject EIS covering a large area of Seattle, and since SEPA calls for a more general discussion of impacts in a nonproject EIS, there is no requirement for highly detailed, parcel-by-parcel analyses of tree canopy impacts. Those site-specific tree impacts should be considered at the project level SEPA review or under other tree protection ordinances.

Finally, Fremont alleges Seattle failed to disclose to the City's Urban Forestry

Commission a report titled "Tree Regulation Research Project," and relatedly failed to reveal knowledge concerning lack of effectiveness of current and proposed mitigation. 184

According to Fremont, the report concludes that "Current code is not supporting tree protection." 185 Fremont does, however acknowledge that the Tree Regulation Research Project report was listed in the EIS reference section. 186 WAC 197-11-440(6)(c)(iv) says the EIS may discuss the technical feasibility and economic practicability of mitigation but the EIS need not analyze mitigation measures in detail unless they involve substantial changes to the proposal or new information about significant adverse impacts. Fremont presented no specific arguments or evidence showing that the mitigation measures discussed on EIS pages 3.340-3.342 are inadequate.

Since this is a nonproject proposal for which the discussion shall be limited to a general discussion of the impacts, and applying the Rule of Reason to test the adequacy of the EIS, the Board finds and concludes that the MHA EIS provided a reasonably thorough discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on trees so that City officials could make an

¹⁸² *Id.* at 3.339.

¹⁸³ IN 623 at 2-3.

¹⁸⁴ Fremont's Prehearing Brief at 10.

¹⁸⁵ *Id.*; Index 588 at 3.

¹⁸⁶ Fremont's Prehearing Brief at 10.

informed decision and reasoned choice among alternatives. Issue 1.12 is dismissed.

<u>Legal Issue 1.13 – Cumulative effects:</u> Does the EIS fail to adequately address the cumulative effects of the proposal and the alternatives?

SCALE and SUN argue the EIS failed to assess cumulative impacts to historic resources (SCALE) and public services (SUN) by failing to evaluate the combination of development that would occur under baseline conditions "even without MHA," and the "additional development catalyzed by MHA."

The no action alternative covers growth and potential impacts that will occur throughout the city without MHA; the action alternatives cover growth that will occur under MHA.¹⁸⁸ Given that much development is driven by private market conditions, it is impossible to predict the site sizes, or future development configurations that will take place, and these could vary widely.¹⁸⁹

The MHA EIS formally adopted the Seattle 2035 Comprehensive Plan EIS from May of 2016 to provide current and relevant environmental information. The MHA builds on the prior Seattle 2035 analysis, which addresses growth patterns in the city as a whole. To consider cumulative impacts of the MHA alternatives, the EIS analyzed impacts on a citywide or systems scale. For example, the Transportation analysis in EIS Section 3.4 is based on a citywide computer model of traffic for the city as a whole, including areas outside of the study area and even outside of the city.¹⁹⁰

Applying the Rule of Reason to test the adequacy of this nonproject EIS, the Board finds and concludes that the EIS discussion of cumulative impacts was reasonably thorough and adequate. Legal Issue 1.13 is dismissed.

D. Conclusion – SEPA EIS Adequacy

Applying the Rule of Reason to test the adequacy of Seattle's nonproject MHA EIS, the Board finds and concludes that the EIS is adequate and complies with the State

¹⁸⁷ SCALE's Brief at 33–34; SUN' Brief at 8, 11–13.

¹⁸⁸ IN 429 (Tr. Vol. 13, at 167.

¹⁸⁹ IN 80 at 17.

¹⁹⁰ EIS at 4.6

Environmental Policy Act.

V. INCONSISTENCY AND COMPLIANCE WITH GMA PLANNING GOALS

A. Standard of Review and Applicable law

Comprehensive plans and development regulations, and amendments to them, are presumed valid upon adoption. This presumption creates a high threshold for challengers as the burden is on the Petitioners to demonstrate that any action taken by the City is not in compliance with the Growth Management Act. The scope of the Board's review is limited to determining whether a City has achieved compliance with the GMA only with respect to those issues presented in a timely petition for review. The Board is directed to find compliance unless it determines that the challenged action is clearly erroneous in view of the entire record before the Board and in light of the goals and requirements of the GMA.

RCW 36.70A.130(1)(d) provides that any amendment of or revision to development regulations shall be consistent with and implement the comprehensive plan. RCW 36.70A.020 sets out a list of goals, not listed in any priority, and which are to be used "exclusively for the purpose of guiding the development of comprehensive plans and development regulations".

The Department of Commerce has issued regulations to guide jurisdictions in evaluating the consistency of their development regulations and comprehensive plan. WAC 365-196-210(8) *defines* consistency as meaning "that no feature of a plan or regulation is incompatible with any other feature of a plan or regulation. Consistency is indicative of a capacity for orderly integration or operation with other elements in a system."

WAC 365-196-800(1) describes the *relationship* between development regulations and comprehensive plans:

Development regulations under the act are specific controls placed on development or land use activities by a county or city. Development regulations

¹⁹¹ RCW 36.70A.320(1).

¹⁹² RCW 36.70A.320(2).

¹⁹³ RCW 36.70A.290(1).

¹⁹⁴ RCW 36.70A.320(3). In order to find the City's action clearly erroneous, the Board must be "left with the firm and definite conviction that a mistake has been made." *Dep't of Ecology v. PUD 1,* 121 Wn.2d 179, 201 (1993).

must be consistent with and implement comprehensive plans adopted pursuant to the act.

"Implement" in this context has a more affirmative meaning than merely "consistent." See WAC 365-196-210. "Implement" connotes not only a lack of conflict but also a sufficient scope to fully carry out the goals, policies, standards and directions contained in the comprehensive plan.

Over the years, the Board has applied the statute and regulations in a variety of settings and in numerous decisions.

The Board has stated that "consistency can also mean more than one policy not being a roadblock for another; it can also mean that the policies of a comprehensive plan ... must work together in a coordinated fashion to achieve a common goal." 195

Growth Management Act (GMA) also requires that development regulations "implement" the policies and provisions of the comprehensive plan.

"Implement" has a more affirmative meaning than merely "consistent with." Implement connotes not only a lack of conflict but sufficient scope to carry out fully the goals, policies, standards and directions contained in the comprehensive plan. 196

Perceived inconsistencies between a specific development regulation and specific, isolated comprehensive plan goals does not violate RCW 36.70A.040. Rather, an .040 violation results if the development regulations preclude attainment of planning goals/policies.¹⁹⁷

In determining when an inconsistency exists between various parts of a local jurisdiction's planning policies and regulations, we have held that consistency means that no feature of the plan or regulation is incompatible with any other feature of the plan or regulation. ... Said another way, no feature of one plan may preclude achievement of any other feature of that plan or any other plan. ¹⁹⁸

A finding of inconsistency requires a showing of actual conflict between competing provisions of a city's planning policies and development regulations.¹⁹⁹

In analyzing whether there is a lack of consistency between a plan provision and a development regulation, arising to a violation of the GMA, this Board has

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¹⁹⁵ Alberg, et al v. King County, CPSGMHB No. 95-3-0041c (FDO, September 13, 1995) at 15. See also: West Seattle Defense Fund, et al. v. Seattle, CPSGMHB No. 94-3-0016c (FDO, April 4, 1995) at 27; Children's Alliance v. City of Bellevue, CPSGMHB No. 95-3-0011 (FDO, July 25, 1995).

¹⁹⁶ Bertelsen and Raine v. Yakima County, et al., EWGMHB No. 00-1-0009 (FDO, November 2, 2000) at 7.

¹⁹⁷ Cook & Heikkila v. Winlock, CPSGMHB No. 09-2-0013c (FDO, October 8, 2009) at 35.

¹⁹⁸ Ray, et al. v. City of Olympia and Dept. of Ecy, WWGMHB No. 02-2-0013 (FDO, June 11, 2003) at 9. ¹⁹⁹ Id. at 1.

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held that such a violation results if the development regulations preclude attainment of planning goals and policies.²⁰⁰

The GMA's consistency requirement "means that differing parts of the comprehensive plan 'must fit together so that no one feature precludes the achievement of any other." ²⁰¹

This does not mean that any tension between the goals in a plan is impermissible; courts recognize that "[g]oals considered by local governments in comprehensive planning may be mutually competitive at times,' and "[t]he weighing of competing goals and policies is a fundamental planning responsibility of the local government." If an amendment "meaningfully advances [some] comprehensive plan goals and policies,' the fact that it 'fails to advance another ... cannot [alone] be an invalidating inconsistency" if the latter goals are not precluded by the former. ²⁰²

Instead,

"[t]he GMA requirement for internal consistency means that the planning policies and regulations must not make it impossible to carry out one provision of a plan or regulation and also carry out the others."²⁰³

In Cook & Heikkila,²⁰⁴ the Board identified three questions to guide analysis of consistency in any case:

- Do the development regulations **implement** the comprehensive plan goals and policies?
- Do any of the development regulation's features **preclude achievement** of any of the Comprehensive Plan policies?
- Have the Petitioners shown **actual conflict** between Comprehensive Plan policies and the new developments regulations?

In answering these questions, the Board looks to the Petitioner's briefs for identification of the *language* of the Ordinance alleged to be inconsistent with specific

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²⁰⁰ Martin v. Whatcom County, GMHB No. 11-2-0002 (FDO, July 22, 2011) at 17.

²⁰¹ Brinnon Grp. v. Jefferson County, 159 Wn. App. 446, 476-77; 245 P.3rd 789, 804 (2011), quoting WAC 365-196-500(1).

²⁰² Spokane County v. E. Wash. Growth Mgmt. Hearings Bd., 173 Wn. App. 310, 333; 293 P.3d 1248, 1259-60 (2013).

²⁰³ Futurewise v. Whatcom County, WWGMHB No. 05-2-0013 (Final Decision and Order, January 9, 2012) at 169

²⁰⁴ Cook & Heikkila v. Winlock, WWGMHB No. 09-2-0013c (FDO, October 8, 2009) at 34, 35.

language in the Comprehensive Plan (existing or newly adopted) or an explanation of how *implementation* of the Ordinance precludes achievement of or is in direct conflict with the Comprehensive Plan policy. Generally speaking, adequate briefing requires not only identification of the inconsistency, but also legal analysis and an application of the law to the facts.²⁰⁵

B. Abandoned Issues

For any issues set out in the Prehearing Order but not specifically addressed here, the briefing is insufficient to sustain the argument and the issues are deemed abandoned. The Board cannot entertain an argument based on conclusory statements without shifting the burden of proof from the Petitioners on to the City, an outcome that the statute does not embrace. Specifically, of the issues set out in the Prehearing Order, no Petitioner offered briefing on legal issues 2.1, 2.2, 2.3, 2.4, 2.7, 2.8; these issues are deemed abandoned and are dismissed.

C. Discussion and Analysis of Legal Issues

Ordinance 125790 amended the land use map to expand the boundaries of certain urban villages and amended certain neighborhood plan policies.²⁰⁶ Ordinance 125791 amends the development regulations applicable and to these areas and the zoning map.²⁰⁷ Substantively, the impact or effect of these ordinances is to increase development capacity in certain areas of the City and to require new development to either provide affordable housing or make an in lieu payment to support development of such housing.

All Petitioners, with the exception of Wallingford, alleged that the MHA ordinance was inconsistent with certain policies of the City's Comprehensive Plan, in violation of GMA goals set out at RCW 36.70A.020 and with RCW 36.70A.130(1)(d) and implementing regulations. Petitioner SUN limited its challenge to asserting that passage of the MHA ordinance is in conflict with and was not guided by the GMA planning goals for open space,

²⁰⁵ Tulalip Tribes of Wash. v. Snohomish Cty., CPSGMHB No. 96-3-0029 (Final Decision and Order, January 8, 1997) at 7; Samson v. City of Bainbridge Island, CPSGMHB No. 04-3-0013 (Final Decision and Order, January 19, 2005) at 6.

²⁰⁶ Index 99, Ordnance 125790.

²⁰⁷ Index 100, Ordinance 125791.

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recreation and public facilities.²⁰⁸ The discussion and analysis here is organized by Petitioner, consistent with the organization of the issues as presented in the Petitioners' briefs.

SCALE

<u>Legal Issue 2.6 – Historical Preservation</u>

Is the MHA ordinance in conflict with and not guided by the GMA planning goals for historic preservation, to identify and encourage the preservation of lands, sites, and structures that have historical significance?

Legal Issue 2.14

Does the MHA ordinance violate GMA requirements in RCW 36.70A.130(1)(d) that a development regulation be consistent with and implement the Comprehensive Plan adopting regulations that are inconsistent and fail to implement the Comprehensive Plan policies listed in Appendix A. The comprehensive plan consistency issues include these major topics: 2.14.1 Historic Resources

Petitioner SCALE alleges that the Ordinance in inconsistent with the GMA goal concerning historic preservation, RCW 36.70A.020(13), which advises local jurisdictions to "identify and encourage the preservation of lands, sites, and structures, that have historical or archaeological significance."

More specifically, SCALE alleges that the Ordinance is inconsistent with LU 14.1 of the City's Comprehensive Plan:

Maintain a comprehensive survey and inventory of Seattle's historic and cultural resources. Update the survey and inventory when developing a new community plan or updating an existing plan, as appropriate.

SCALE alleges that the City has not complied with either the call to maintain a comprehensive survey and inventory or the call to update these items when updating a community plan. SCALE notes that the City did conduct historic surveys as called for in LU 14.1 before proposing zoning changes in two prior actions involving updating community plans and rezones in the University District and Uptown/Queen Anne, but did not comply with the policy here.²⁰⁹ The Petitioner asserts that the City has "never surveyed 17 of the 28

²⁰⁸ Prehearing Order at 4.209 SCALE's Prehearing Brief, p. 56.

... urban villages" affected by the Ordinance, "nor the commercial areas outside the urban villages." ²¹⁰

The City points out that the GMA goal does not mandate a specific action and LU 14.1 itself encourages action "as appropriate", providing flexibility in application of the policy. The City made a distinction in how it dealt with the potential impacts on historical resources in the University District and Uptown/Queen Anne case and in the case of the Seattle MHA ordinances.²¹¹

In response, Petitioner states that the City has not complied with the policy requiring the City to maintain a comprehensive policy and inventory, but then limits its argument concerning consistency only to the city's failure to update the survey and inventory when developing this legislation.²¹²

Petitioner's argument rests on the assertion that the failure to perform same updates for the land use zones affected by this Ordinance, as was done in other actions impacting specific land use zones, is a direct conflict and thus proves the inconsistency.²¹³ But to accept Petitioner's conclusion is to negate the wording of the policy itself, which gives the City the authority to use its judgment in deciding precisely where the policy concerning updating the survey and inventory will be applied. Nor can the City's action in adopting these Ordinances be read to preclude achievement of the policy, as nothing in the challenged Ordinances prevents such surveys and updates from being performed in the future.

To the extent that the SEPA analysis reviewed by the hearing examiner required additional work concerning historic resources, the City performed that work and issued an Addendum. The argument made by the Petitioner for the necessity of the SEPA Addendum cannot, in the absence of legal argument pertaining specifically to the GMA's requirements, sustain a finding of inconsistency here.

²¹⁰ SCALE's Prehearing Brief, pp. 55-56.

²¹¹ Seattle's Prehearing Brief, p. 121.

²¹² SCALE's Reply Brief, p. 23.

²¹³ *Id.* The argument about whether or not the survey was appropriate in part because it was cost-prohibitive is not a criteria or element which the Board chooses to pursue. Although a jurisdiction's budget provides an expression of its policies, it is not a matter of evaluation or analysis by this Board.

The Board finds and concludes that the Petitioner has failed to demonstrate a direct conflict between the Ordinance and policy LU 14.1, or that the Ordinance precludes the achievement of the policy.

Legal Issue 2.6 is dismissed.

Issues 2.14

Does the MHA ordinance violate GMA requirements in RCW 36.70A.130(1)(d) that a development regulation be consistent with and implement the Comprehensive Plan adopting regulations that are inconsistent and fail to implement the Comprehensive Plan policies listed in Appendix A. The comprehensive plan consistency issues include these major topics: 2.14.5 Height, Bulk, Scale, Edge Effects and Noise; 2.14.6 Land Use, and 2.14.7 – Urban form/ Aesthetics

SCALE lists a number of Comprehensive Plan policies identified and testified to in the record wherein the Comprehensive Plan envisioned urban villages as including single family areas, as opposed to the Ordinance's alleged elimination of single family zoning.²¹⁴ The brief lists the policies, GS 3.11, 3.21, GS 3.11, LU 1.4, R-HP1, GS 1.3, LU 7.1, GS 1.3, and GS G3, but identifies no specific language of the Ordinance or of the policies alleged to be in conflict nor any legal argument as to why the implementation of the Ordinance would preclude or prevent the realization of these policies. Petitioner offers:

Due to page limit restrictions, the arguments and evidence provided above regarding the analysis in the MHA EIS is incorporated herein for the purpose of demonstrating that the MHA Legislation is inconsistent with all of these identified policies.²¹⁵

The City notes the absence of explanation or legal analysis and points out that arguments related to this case's SEPA issues do not provide adequate argument on issues of GMA compliance. The City asserts that the lack of discussion or legal argument constitutes abandonment of the issues.²¹⁶ The Board agrees.

The Board finds and concludes that Petitioner SCALE has failed to satisfy its burden of proof by abandoning the assertions of inconsistency in Issues 2.14.5, 2.14.6 and 2.14.7.

²¹⁴ Testimony by Peter Steinbrueck identified in Petitioner Scale's brief at 56.

²¹⁵ SCALE's Prehearing Brief, p. 57.

²¹⁶ Seattle's Prehearing Brief, p. 130.

Duwamish Valley Neighborhood Planning Council (DVNPC)

Legal Issue 2.9

By eliminating single-family zoning throughout South Park and other neighborhoods, did the Citywide MHA ordinance violate the requirements of RCW 36.70A.130(1)(d) and WAC 365-196-800(1) that a development regulation "shall be consistent with and implement the comprehensive plan" which must "encourage preservation of existing housing stock" (RCW 36.70A.020(4)) and must provide "mandatory provisions for the preservation, improvement, and development of housing, including single-family residences" (RCW 36.70A.070(2)(b))?

Legal Issue 2.10

By eliminating single-family zoning in South Park, but not amending the Comprehensive Plan's South Park neighborhood "subarea" plan (RCW 36.70A.080(2)), including SP-G8 to preserve single-family housing, SP-P8 to encourage maintenance of existing housing, and the Future Land Use Map, did the Citywide MHA ordinance violate requirements of RCW 36.70A.130(1)(d) and WAC-365-196-800(1) that any "amendment or revision to development regulations shall be consistent with and implement the comprehensive plan?"

Petitioner DVNPC argues that the challenged Ordinance "eliminated all single-family zoning in urban villages, including South Park", and is in conflict with RCW 36.70A.070(2)(b) requiring comprehensive plans to include a housing element with "mandatory provisions for the preservation, improvement, and development of housing, including single family residence.²¹⁷ The argument is conclusory; as the City points out in its response, the legislation did not touch most of the single-family zoning in South Park and, indeed preserves the opportunities for single-family housing.²¹⁸

In its response, the City notes that the introduction of the RSL zone is consistent with the preservation and development of single-family detached housing, but modestly sized and with on more than one single-family home allowed on any individual lot.²¹⁹ The Board notes that the Ordinance advances a number of other housing policies,²²⁰ all of which serve to support housing, including single family residences, across economic and demographic groups.

²¹⁷ DVNPC's Prehearing Brief, p. 22.

²¹⁸ Seattle's Prehearing Brief, pp. 124-126,

²¹⁹ *Id.* at 125.

²²⁰ *Id.* at 119, citing Housing goal 2, Housing Goal 5; Housing Policy 1.2, Housing Policy 5.2, Housing Policy 5.15, Housing Policy 5.16.

The Board finds and concludes that the Petitioner has failed to demonstrate a violation of the GMA, a conflict between the Ordinance and existing policies in the Comprehensive Plan, or that the Ordinance precludes the achievement of those policies.

Legal Issues 2.9 and 2.10 are dismissed.

Legal Issue 2.11

Did the Citywide MHA ordinance violate the requirements of RCW 36.70A.130(1)(d) and WAC 365-196-800(1) that development regulations must be "consistent with and implement comprehensive plans" by failing to comply with the Comprehensive Plan's goals and policies CW 6.2, CI 1.2, CI 1.5, CI 2.1, and CI 2.4), including the failure to translate significant portions of MHA legislation into the languages prevalent in South Park and the surrounding Duwamish Valley neighborhoods?

Legal Issue 2.12

Does the Citywide MHA ordinance violate RCW 36.70A.020(13) and is it inconsistent with WAC 365-196-450 and a variety of Comprehensive Plan goals and policies (GS 3.9, LU 14.2, LU 14.8, LU 14.9, LU G15, LU 15.1, LU 15.2, LU G16, H 4.5, and ED 1.4) to preserve historic resources by rezoning South Park to encourage redevelopment while DVNPC is working to create an historic district with the support of a King County grant?

Legal Issue 2.13

Is the Citywide MHA Ordinance part of a continuing pattern of discrimination against marginalized populations, which the City concedes occurred in the past, inconsistent with the Comprehensive Plan goals and policies (GS 1.8 limit displacement, LU 2.7, LU 2.8, CW 1.7, CI 1.4, CI 1.6) in violation of RCW 36.70A.130(1)(d) and WAC 365-196-800(1), because rezoning South Park to RSL(M) will create additional displacement in a neighborhood classified as having High Displacement risk?

Petitioner DVNPC lists the policies with which the Ordinance is inconsistent, including LU 14.2, LU 14.8, LU 14.9, LU G15, LU 15.1, LU 15.2, LU G16, H 4.5 and ED 1.4 concerning historical resources, LU 2.7, LU 2.8, CW 1.7, CI 1.4, and CI 1.6 concerning marginalized populations and displacement.²²¹ Petitioner identifies no specific language in the policies cited nor any argument as to precisely how the challenged Ordinance conflicts with or would preclude achievement of any of these policies. Petitioner's argument throughout appears to be based on the idea that any diminution of single-family zoning is

²²¹ DVNPC's Prehearing Brief, p. 24.

per se in conflict with the Comprehensive Plan's policies encouraging the preservation of single-family housing.²²²

The Board finds and concludes that the Petitioner has failed to demonstrate a violation of the GMA, a conflict between the Ordinance and existing policies in the Comprehensive Plan, or that the Ordinance precludes the achievement of those policies.

Legal Issues 2.11, 2.12, and 2.13 are dismissed.

Legal Issue 3.7

Did the City violate the notice, public participation, and coordination provisions of RCW 36.70A.020(11) and Comprehensive Plan policy GS 4.1 for adjacent jurisdiction cooperation in violation of RCW 36.70A.035,RCW 36.70A.140, and RCW 36.70A.130(1)(d), by failing to notice South Park residents, failing to work with King County, and failing to notice unincorporated King County residents to "ensure coordination between communities and jurisdictions to reconcile conflicts" affected by a pending annexation [ftn. omitted] previously approved by King County that could be affected by Citywide MHA?

DVNPC failed to brief and therefore abandoned that portion of Legal Issue 3.7 pertaining to notice and public participation. As to the requirement in RCW 36.70A.130(1)(d) that development regulations "shall be consistent with and implement the comprehensive plan," DVNPC did not present any legal argument that specified language in the challenged ordinance was inconsistent with specified language in the Comprehensive Plan. DVNPC simply alleged that MHA rezoning could jeopardize that annexation because it requires adjacent neighborhoods have similar zoning.²²³

The Board finds and concludes that Petitioners have failed to satisfy their burden of proof to demonstrate that Seattle Ordinance Nos. 125790 and 125791 violate the requirements of RCW 36.70A.130(1)(d) that "[a]ny amendment of or revision to development regulations shall be consistent with and implement the comprehensive plan."

Legal Issue 3.7 is dismissed.

²²³ DVNPC Prehearing Brief at 24.

²²² DVNPC's Reply to City Prehearing Brief, p. 8.

Seniors United for Neighborhoods (SUN)

Legal Issue 2.14

Does the MHA ordinance violate GMA requirements in RCW 36.70A.130(1)(d) that a development regulation be consistent with and implement the Comprehensive Plan adopting regulations that are inconsistent and fail to implement the Comprehensive Plan policies listed in Appendix A. The comprehensive plan consistency issues include these major topics: 2.14.2 Displacement and loss of affordable housing

Petitioner SUN argued that the Ordinance is inconsistent with policy H 2.6 and LU 2.8.²²⁴

Policy H 2.6 admonishes the City to seek to identify affordable housing at risk of demolition and work to mitigate the displacement of residents ahead of planned up zones; LU 2.8 required the City to evaluate new land use regulations to determine if there are adverse outcomes on certain populations "unfairly," and seek to avoid or mitigate those outcomes.

Petitioner acknowledges the City's efforts in the EIS, but asserts that the City did not identify specific housing at risk nor provide for avoidance or mitigation of those specific adverse outcomes.²²⁵ Petitioner SUN thereafter concludes that the failure "will lead to displacement of thousands of marginalized people, seniors, and others on fixed incomes," in addition to displacement middle and lower-wage workers, but without further proof of these results.

The City replies that the FEIS not only evaluated physical displacement, but offers evidence from the record that the Ordinance, the preferred alternative under evaluation, will generate more new affordable housing than to "no action" alternative. The City argues that the legislative itself links development capacity increases to the imposition of affordable housing requirement.²²⁶

In reply, SUN emphasizes language in the policies that require the City to identify the housing at risk and work to mitigate displacement ahead of planned up zones, interpreting

²²⁴ SUN identifies other policies by number, but offers no analysis or legal argument. As noted, simply claiming inconsistently without providing adequate argument is insufficient to offer the Board any basis to analyze the claim. These issues are deemed abandoned.

²²⁵ Petitioner SUN's Prehearing Brief, at 7.

²²⁶ Seattle's Prehearing Brief, at 122.

this language to require rather specific identification of the properties that may be subject to displacement and to provide mitigation addressing those specific displacements.²²⁷ The problem with this argument is, of course, that it is patently impractical and, if interpreted as SUN suggests, would essentially bar any rezones.

As the City notes, the entire thrust of the challenged Ordinance is to provide and address housing scarcity, and the FEIS thoroughly evaluated physical displacement especially as it impacts marginalized populations.²²⁸ The Board is persuaded that the Petitioner has not met its burden to show that the Ordinance is in conflict with or precludes achievement of Policy H 2.6.

As pertains to LU 2.8, the City offers somewhat the same defense, inasmuch as the legislation is aimed at providing alternative housing to these potentially displaced populations. In sum, however, the burden of proof is on the Petitioner, and the Board cannot find that the Petitioner has met its burden to show how the Ordinance here challenged is in conflict with or precludes achievement of the City's policies H 2.6 or LU 2.8.

The Board finds and concludes that the Petitioner has failed to demonstrate a violation of the GMA, a conflict between the Ordinance and existing policies in the Comprehensive Plan, or that the Ordinance precludes the achievement of those policies.

Legal Issue 2.5

Is the MHA ordinance in conflict with and not guided by the GMA planning goals for open space and recreation, and for ensuring adequate public facilities and levels of service? RCW 36.70A.020(9) and (12)?

Petitioner SUN alleges that the Ordinance violates the GMA Goal RCW 36.70A.020(9) which calls on local governments to retain open space, enhance recreational opportunities and develop parks and recreational facilities. Petitioner SUN argues that the EIS, Chapter 3.7, admits adverse impacts and thus provides the evidence in the record that the Ordinance is noncompliant. Further, while the EIS identifies mitigation measures, SUN argues that the City's failure to adopt any of those measures further supports

²²⁷ Petitioner SUN's Reply Brief, at 4-5.

noncompliance.²²⁹

There is no specific GMA section or requirement implementing this goal. SUN's argument seems to be a recitation that the City should have policies on this goal and, had they had such policies, this Ordinance would have conflicted with them.²³⁰

The Board finds and concludes that the Petitioner has failed to demonstrate a violation of the GMA, a conflict between the Ordinance and existing policies in the Comprehensive Plan, or that the Ordinance precludes the achievement of those policies.

Legal Issue 2.5 is dismissed.

Fremont Neighborhood Association (FNC)

Issue 2.14

Does the MHA ordinance violate GMA requirements in RCW 36.70A.130(1)(d) that a development regulation be consistent with and implement the Comprehensive Plan adopting regulations that are inconsistent and fail to implement the Comprehensive Plan policies listed in Appendix A. The comprehensive plan consistency issues include these major topics: 2.14.3. Trees and tree canopy

Petitioner FNC asserts that the Ordinance is in conflict with Comprehensive Plan environmental policies in support of Goal EN G1 encouraging the preservation of tree canopy throughout the City, thereafter listing policies EN 1.1, 1.2, 1.3 and 1.4. Fremont argues that "[f]or many of the same reasons discussed in the section above" on noncompliance with SEPA, the Ordinance is inconsistent with the Comprehensive Plan.²³¹

These policies are all phrased in aspirational terms:

- EN 1.1 Seek to achieve an urban forest ...
- EN 1.2 Strive to increase citywide tree canopy coverage ...
- EN 1.3 Use trees ... and other low-impact development features to ... reduce the impacts of development.
- EN 1.4 Increase the amount of permeable surface by reducing hardscape surfaces where possible ...

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²²⁹ Petitioner SUN's Prehearing Brief, at 14-15.

²³⁰ Id.

²³¹ Fremont Neighborhood Council Opening Brief, at 13.

Not one of these policies sets out an affirmative or quantitative duty. FNC in its opening brief does offer significant argument for exactly how the Ordinance is deficient in implementing the policies, ²³² but the City counters by pointing out that FNC cannot show a direct conflict with the policies, nor that the Ordinance precludes attainment of policies relating to trees. ²³³ The Board agrees.

The City points out that the FEIS for this Ordinance found that all the action alternatives under consideration presented a potential to change the tree canopy cover over the 20 year planning period as less than one percent.²³⁴ This level of impact of the challenged Ordinance in insufficient to present either a direct conflict with or a preclusion of the achievement of the cited policies.

As has been noted, the burden is on the Petitioner to show that the challenged action either directly conflicts with existing policies or precludes their attainment.

The Board finds and concludes that the Petitioner FNC has failed to demonstrate a violation of the GMA, a conflict between the Ordinance and existing policies in the Comprehensive Plan, or that the Ordinance precludes the achievement of those policies in Issues.

Legal Issue 2.14 is dismissed.

Conclusion – Inconsistency and GMA Planning Goals

As to Legal Issues 2.5 and 2.6, Petitioners have failed to satisfy their burden of proof to demonstrate that Seattle Ordinance Nos. 125790 and 125791 are in conflict with and not guided by the GMA Planning Goals for Open Space and Recreation (RCW 36.70A.020(9)), Public Facilities and Services (RCW 36.70A.020(12)), and Historic Preservation (RCW 36.70A.020(13)). Legal Issues 2.5 and 2.6 are dismissed.

As to Legal Issues 2.9 and 2.10, 2.11, 2.12, 2.13, 2.14, and 3.7, Petitioners have failed to satisfy their burden of proof to demonstrate that Seattle Ordinance Nos. 125790 and 125791 violate the requirements of RCW 36.70A.130(1)(d) that "[a]ny amendment of or revision to development regulations shall be consistent with and implement the

²³² *Id.* at 14.

²³³ Seattle's Prehearing Brief, at 123.

²³⁴ Seattle's Prehearing Brief, at 123.

comprehensive plan." Legal Issues 2.9 and 2.10, 2.11, 2.12, 2.13, 2.14, and 3.7 are dismissed.

VI. PUBLIC PARTICIPATION

A. Standard of Review and Applicable law

Comprehensive plans and development regulations, and amendments to them, are presumed valid upon adoption.²³⁵ This presumption creates a high threshold for challengers as the burden is on the Petitioners to demonstrate that any action taken by the City is not in compliance with the Growth Management Act.²³⁶ The scope of the Board's review is limited to determining whether a City has achieved compliance with the GMA only with respect to those issues presented in a timely petition for review.²³⁷ The Board is directed to find compliance unless it determines that the challenged action is clearly erroneous in view of the entire record before the Board and in light of the goals and requirements of the GMA.²³⁸

Cities "shall establish and broadly disseminate to the public a public participation program identifying procedures providing for early and continuous public participation in the development and amendment of comprehensive land use plans and development regulations implementing such plans."²³⁹ Public participation requirements "shall include notice procedures that are reasonably calculated to provide notice" of proposed amendments to comprehensive plans and development regulations to individuals, property owners, and organizations.²⁴⁰ "Errors in exact compliance with the established program and procedures shall not render the comprehensive land use plan or development regulations invalid if the spirit of the program and procedures is observed."²⁴¹ The GMA has a planning goal to "[e]ncourage the involvement of citizens in the planning process", and this goal

²³⁵ RCW 36.70A.320(1).

²³⁶ RCW 36.70A.320(2).

²³⁷ RCW 36.70A.290(1).

²³⁸ RCW 36.70A.320(3). In order to find the City's action clearly erroneous, the Board must be "left with the firm and definite conviction that a mistake has been made." *Dep't of Ecology v. PUD 1,* 121 Wn.2d 179, 201 (1993).

²³⁹ RĆW 36.70A.140.

²⁴⁰ RCW 36.70A.035(1).

²⁴¹ RCW 36.70A.140.

guides the development of comprehensive plans and development regulations.²⁴²

Thus, Petitioners have the burden of proving that Seattle failed to use procedures reasonably calculated to provide notice of the City Council's proposed enactment of Ordinance Nos. 125790 and 125791.

B. Discussion and Analysis of Legal Issues

Legal Issue 3.1

Did the City Council violate the enhanced notice and public participation provisions of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140 by adopting the Citywide MHA ordinance and the Citywide MHA Comprehensive Plan amendments on March 18, 2019 before the expiration of the published comment period on March 25, 2019 or March 29, 2019?

Petitioner Duwamish Valley Neighborhood Preservation Coalition (DVNPC) alleges Seattle violated RCW 36.70A.140 which requires that Cities "shall establish and broadly disseminate to the public a public participation program" identifying procedures that provide for "consideration of and response to public comments." DVNPC presented no legal briefing as to RCW 36.70A.020(11) nor on RCW 36.70A.035 under legal issue 3.1.

DVNPC asserts (1) the City Council adopted the MHA ordinance on March 18th, 7 to 10 days before the end of the published comment period, (2) this cannot be considered inadvertent error, and (3) at the official public hearing on February 21, 2019, a citizen read and submitted written comments objecting to MHA passage before the end of the comment period (Index No. 946, p. 21).²⁴³

Seattle responds: The notices published in advance of the February 21, 2019, City Council public hearing mistakenly stated that final Council action was "not anticipated to occur before March 25, 2019," and that written comments would be accepted until that point. However, subsequent notices published on March 4, 2019, expressly corrected the date of the expected final Council action. The notices stated that the Council "may take action" on March 18, 2019, and stated, "Written comments may be submitted at any time until the final Council vote on the legislation. A previous notice incorrectly indicated that

²⁴² RCW 36.70A.020(11).

²⁴³ DVNPC's Prehearing Brief at 20.

comments would be accepted through March 25."

Under the SEPA Rules, errors in exact compliance with the established program and procedures shall not render the comprehensive land use plan or development regulations invalid if the spirit of the program and procedures is observed. In this instance, the City corrected the mistake in the comment deadline prior to the March 18, 2019, City Council meeting, and there is no evidence that this error in exact affected the public's ability to comment on the ordinance or to participate in the February 21 public hearing. The Board finds that Seattle followed the spirit of the public participation program and procedures.

Moreover, DVNPC asserts a violation of RCW 36.70A.140 but does not point to any evidence, and does not provide any legal argument that Seattle failed to "establish a public participation program" identifying procedures that provide for consideration of and response to public comments. The record indicates that Seattle did "establish" a public participation program and when a mistake was made on the comment deadline date, the City corrected that error and notified the public that the Council "may take action" on March 18, 2019. DVNPC submitted at least six comments on or before March 10, 2019.²⁴⁴

The Board finds and concludes as follows:

- Seattle has an established public participation program codified in Seattle Municipal Code Chapter 23.76 that includes procedures that provide for consideration of and response to public comments.
- Notices published in advance of the February 21, 2019, City Council public hearing on the MHA legislation mistakenly stated that final Council action was "not anticipated to occur before March 25, 2019", and that written comments would be accepted until that point.
- 3. At the official public hearing on February 21, 2019, Ira Appelman read and submitted written comments objecting to MHA passage before the end of the comment period.
- 4. Seattle corrected the mistake in the comment deadline prior to the March 18, 2019, City Council meeting when the MHA legislation was adopted.
- There is no evidence that Seattle's error in exact compliance with public participation procedures affected the public's ability to comment on the MHA legislation prior to the March 18 adoption date or to participate in the February 21 public hearing.

²⁴⁴ Index PC07120, PC07594, PC08706, PC09284, PC11422, PC11428 (emails sent from Penni Cocking under the email address dvnpcoalition@gmail.com).

- 6. Errors in exact compliance with the established program and procedures shall not render the comprehensive land use plan or development regulations invalid if the spirit of the program and procedures is observed.
- 7. In enacting Ordinance Nos. 125790 and 125791, Seattle followed the spirit of the public participation program and procedures.
- 8. DVNPC failed to satisfy its burden of proof to show that Seattle violated the RCW 36.70A.140 requirement to "establish and broadly disseminate to the public a public participation program," including procedures that provide for "consideration of and response to public comments."

Legal Issue 3.1 is dismissed.

Legal Issue 3.2

Was it a violation of the enhanced public participation provisions of RCW 36.70A.020(11) and RCW 36.70A.140 for Councilmember Rob Johnson, the Chairman of the Select MHA Committee, the Planning, Land Use, and Zoning (PLUZ) Committee, and main advocate of Citywide MHA, to schedule a vacation on the hearing date, missing the official public hearing for the Citywide MHA ordinance and Citywide MHA Comprehensive Plan amendments, discouraging and avoiding public participation?

Under Legal Issue 3.2, DVNPC states:

The sponsor of the MHA bills, Councilmember Rob Johnson, was absent from the official public hearing. He was absent, not because he was sick or injured or had a death in the family or because of any other emergency. He was absent because he decided to take a vacation on the day of the official MHA public hearing (Index No. 846).²⁴⁵

DVNPC alleges these facts violate the enhanced public participation requirements of the GMA include the RCW 36.70A.140 mandate ... "for...consideration of and response to public comments," with the RCW 36.70A.020(11) goal to, "Encourage the involvement of citizens in the planning process..."

DVNPC does not cite any GMA provision requiring the presence of a particular public official when adopting amendments to comprehensive plans or development regulations. City Councilmember Johnson attended multiple hearings and workshops, and had ample opportunity to receive, consider, and respond to public comments in-person, in addition to considering the written comments that the Council received.²⁴⁶

 ²⁴⁵ DVNPC Prehearing Brief at 21.
 246 E.g., Index 886, 887, 900, 901.

DVNPC failed to satisfy its burden of proof to show that Seattle violated the RCW 36.70A.140 requirement to "establish and broadly disseminate to the public a public participation program," including procedures that provide for "consideration of and response to public comments."

Legal Issue 3.2 is dismissed.

Legal Issue 3.3

Does the Citywide MHA notice, which wasn't reasonably available, wasn't reasonably likely to reach interested persons, and didn't fairly and sufficiently apprise the public of the disadvantages of MHA, but, instead promoted MHA and emphasized only the alleged advantages, violate the notice and public participation provisions of RCW 36.70A.020(11), RCW 36.70A.035, WAC 365-196-600(6) and RCW 36.70A.140?

DVNPC argues: "The City materials were advertisement or promotions, not notice, because they didn't 'alert the public to the key questions in play.' The 'notice' provided by the City didn't inform the public that single-family housing would be eliminated because it's racist, which, as the City Council discussion proves, were key questions in play. . . . Failure to provide notice that alerts the public to the key issues at play fails to comply with RCW 36.70A.035 and RCW 36.70A.140 is clearly erroneous."²⁴⁷

Seattle responds in pertinent part as follows:

The notices that the City published gave notice of the MHA ordinances' key features . . . and accurately described the rezones that would affect six percent of Seattle land with single-family zoning. . . . For example, notice of the Council's public hearing provided a lengthy and detailed summary of the bills, including specifically the rezones in "areas currently zoned Single Family in existing urban villages" and "within expanded urban village boundaries." The notices also described the Council's consideration of amendments of the goals and policies in certain neighborhood plans; area-wide revisions to the official zoning map; required contributions to affordable housing; amendments to the various zones; amendments to general development standards, and other features. . . . the City canvassed every household in areas currently zoned single-family that were proposed for an increase in zoned capacity. . . . materials used as part of that canvassing effort, such as the "door hanger" left behind on residents' doors, notified residents that zoning in their neighborhood could change to RSL or Lowrise (LR1 – LR3) and provided a summary of what

²⁴⁷ DVNPC Prehearing Brief at 16.

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those zoning changes could mean (e.g., allowing two to three attached townhouses in areas zoned RSL, or three-story apartment buildings in LR1 zones).²⁴⁸

The Board finds and concludes that DVNPC failed to satisfy its burden of proof to show that Seattle violated the RCW 36.70A.140 requirement to "establish and broadly disseminate to the public a public participation program," and DVNPC also failed to satisfy its burden of proof to show that Seattle violated the RCW 36.70A.035 requirement to "include notice procedures that are reasonably calculated to provide notice to property owners and other affected and interested individuals, tribes, government agencies, businesses, school districts, and organizations of proposed amendments to comprehensive plans and development regulation."

Issue 3.3 is dismissed.

Legal Issue 3.4

Was it a violation of the enhanced notice and public participation provisions of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140 to fail to use site-specific means of notification when Seattle had a list of specific addresses affected by the proposed lot-by-lot MHA zoning and used site-specific means of notification for other purposes and projects?

Legal Issue 3.6

Did the City violate the notice and public participation provisions of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140 and the "spirit" of enhanced public participation by failing to conduct surveys or measurements of any kind to determine the effectiveness of the notice methods they adopted?

Legal Issue 3.11

Is the Citywide MHA ordinance part of an over 50-year pattern of attempts to eliminate the single-family zoning and character of South Park where, in this latest Citywide MHA round, the rezone to RSL(M) was predetermined and approved without proper public participation in violation of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140?

²⁴⁸ Seattle's Prehearing Brief at 151-152. Seattle references the record as follows: Index 1130 (notice of public hearing in LUIB); Index 1131 (Aff. of Publ'n, Notice of City Council Hr'g); Index 1132 (LUIB Notice of Opportunity to Comment); Index 1133 (Aff. of Publ'n, Notice of Opportunity to Comment); Index 1026 (Final Report for Cmty. Outreach Project on the HALA Mandatory Housing Affordability Program); and Index 1039 (door hanger notice).

Legal Issue 3.12

Did the City violate: (a) the requirements for enhanced notice and public participation and "bottom up" effort of RCW 36.70A.020(11), RCW 36.70A.035, RCW 36.70A.130(2)(a), RCW 36.70A.140, and WAC 365-196-010(1)(c), and (b) the requirements of RCW 36.70A.130(1)(d) and WAC 365-196-800(1) that development regulations be consistent with and implement the Comprehensive Plan?

In their legal argument section under Issue Statements 3.4 and 3.6, DVNPC alleges Seattle "used deceptive tactics to promote MHA, which are inconsistent with effective notice and enhanced public participation (RCW 36.70A.035, RCW 36.70A.140), by hiring a very strong advocate of MHA to provide "notice" and "survey" the public and then claim overwhelming public support for MHA. . . . We urge the Board to conclude that hiring an extreme partisan to inform the public and determine public attitudes is clearly erroneous and that a mistake has been committed. "²⁴⁹

Seattle responds that DVNPC's theories of bias are wholly unsupported, however, and its brief presents no evidence that suggests the canvassing effort was unreliable or inaccurate.²⁵⁰

In their legal argument section under Issue Statements 3.11 and 3.12, DVNPC asserts as follows:

[T]he decision to eliminate single-family zoning in South Park and the other urban villages was predetermined in the secret and closed meetings of the HALA Committee, a group of development insiders, and extraordinarily codified in a documents, the Grand Bargain, signed by the Mayor, Councilmember O'Brien, the HALA Co-Chairs and many development insiders, that is a top-down rather than bottom-up process (WAC 365-196-010(1)(c). We contend that this latest attempt to eliminate single-family zones in South Park is just another example in an over fifty-year struggle, which violates proper public participation requirements of RCW 36.70A.020(11), RCW 36.70A.035, RCW 36.70A.140, WAC²⁵¹

Seattle states it followed all of the public participation and notice requirements in the Seattle Municipal Code, and further alleges that DVNPC's argument that the City violated public participation requirements because the HALA Committee "predetermined" the City's

²⁴⁹ DVNPC Prehearing Brief at 17, 20.

²⁵⁰ Seattle's Prehearing Brief at 156.

²⁵¹ DVNPC Prehearing Brief at 23.

action is wrong because the HALA Committee made no binding decision about rezones, has no legislative power, and just makes recommendations to the City Council.²⁵²

The Board notes that DVNPC's representative attended and participated in the official City Council public hearing on February 21, 2019, and Ira Appelman read and submitted written comments to the City Council.²⁵³

While DVNPC has expressed concerns about the HALA advisory committee, Petitioners have failed to satisfy their burden of proof to demonstrate that Seattle did not use procedures reasonably calculated to provide notice of the City Council's proposed enactment of Ordinance Nos. 125790 and 125791, or that the City did not follow the statutory requirement to establish and broadly disseminate a public participation program with procedures for consideration of and response to public comments.

Legal Issues 3.4, 3.6, 3.11, and 3.12 are dismissed.

Legal Issue 3.5

Did the City violate the enhanced notice and public participation provisions of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140 by setting a standard for notice and public participation for six, individual Seattle neighborhoods, but then including 27 neighborhoods into an omnibus (ftn. omitted) process creating confusion and suppressing public participation?

Legal Issue 3.8

Did the City violate the enhanced public participation provisions of RCW 36.70A.140, RCW 36.70A.130(2)(a), RCW 36.70A.035, and RCW 36.70A.020(11) by failing to establish and broadly disseminate a public participation program in each of the 27 Citywide MHA affected neighborhoods including South Park to provide for early and continuous public participation in the development of Citywide MHA after effective notice in the spirit of a "bottom up" effort (WAC 365-196-010(1)(c)?

In Issue Statements 3.5 and 3.8, as originally submitted to the Board in the Petition for Review filed on June 3, 2019, DVNPC alleged violations of RCW 36.70A.020(11) and RCW 36.70A.140 in addition to two other statutes. In DVNPC's Prehearing Brief, however, there is no mention of RCW 36.70A.020(11) and RCW 36.70A.140 in their legal argument section for Issues 3.5 and 3.8. Accordingly, the Board deems this failure to brief the two

²⁵³ Index 946.

²⁵² Seattle's Prehearing Brief at 156-157.

statutes as an abandonment of legal arguments under both RCW 36.70A.020(11) and RCW 36.70A.140.²⁵⁴

DVNPC states "[w]e haven't been able to find such a [public participation] program in the Index of Record provided by the City." DVNPC questions "if one actually exists and the City claims it was followed." DVNPC asserts "[f]ailure to adopt a public participation program and use it in the consideration of comprehensive plan amendments and development regulations fails to comply with RCW 36.70A.035(1) and RCW 36.70A.130(2)(a) and is clearly erroneous." ²⁵⁵

In their legal argument section for Issues 3.5 and 3.8, DVNPC does not point to any specific evidence that Seattle failed to use or follow an adopted public participation program. DVNPC makes only the conclusory allegation that Seattle did not use or follow any public participation program.

Seattle disputes this by saying it followed its adopted public participation program for comprehensive plan amendments under Seattle Resolution 31117 and its public participation program in Seattle Municipal Code Chapter 23.76 for amendments to the Land Use Code and area-wide amendments to the Official Land Use Map.²⁵⁶

The Board finds and concludes that DVNPC failed to come forward with specific evidence to satisfy its burden to prove that Seattle violated RCW 36.70A.035(1) and RCW 36.70A.130(2)(a).

Legal Issues 3.5 and 3.8 are dismissed.

Legal Issue 3.9

Did the City violate the notice and public participation provisions of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140 by failing to use notice methods targeted at getting public participation of the marginalized populations (ftn omitted) of South Park including low-income residents, persons of color, and non-native English speakers?

²⁵⁴ "Failure by such a party to brief an issue shall constitute abandonment of the unbriefed issue." WAC 242-03-590(1).

²⁵⁵ DVNPC Prehearing Brief at 16-17.

²⁵⁶ Seattle's Prehearing Brief at 153-154; the Board officially notices City of Seattle Resolution 31117 pursuant to WAC 242-03-630(4).

DVNPC failed to provide any legal argument supporting alleged violation of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140 under Legal Issue 3.9, and the Board deems this to be an abandonment of this issue.²⁵⁷ Legal Issue 3.9 is dismissed.

C. Conclusion - Public Participation and Notice

DVNPC failed to satisfy its burden of proof to show that Seattle Ordinance Nos. 125790 and 125791 were not guided by the GMA Planning Goal in RCW 36.70A.020(11) to encourage the involvement of citizens in the planning process. DVNPC failed to satisfy its burden of proof to show that Seattle violated the public participation requirements of RCW 36.70A.035 and RCW 36.70A.140.

VII. FINDINGS OF FACT

- In 2015, the Seattle City Council adopted Resolutions 31612 and 31622
 establishing the City's affordable housing objectives to provide additional housing
 development capacity and create at least 6,000 net new rent- and income restricted housing units serving households at or below 60 percent of AMI over
 ten years.
- 2. In October 2016, Seattle adopted the *Seattle 2035 Comprehensive Plan* which anticipates growth of 120,000 new residents, 70,000 net new housing units, and 115,000 jobs by 2035.
- 3. The Comprehensive Plan established an "Urban Village Strategy" that concentrates most of the anticipated housing and employment growth within Seattle's 6 Urban Centers and 24 Urban Villages, as compact mixed-use neighborhoods with a variety of housing types and affordable rent levels, located within a 10-minute walk of light rail and other very good transit.
- 4. In November 2017, Seattle finalized an Environmental Impact Statement (EIS) on proposed Citywide Implementation of Mandatory Housing Affordability (MHA), which analyzed the environmental impacts of the MHA program, assuming housing growth of up to 100,000 units and employment growth of 115,000 jobs by 2035.
- 5. The EIS states that more than 45,000 of Seattle households, or about one in seven, currently pay more than half of their income on housing, a condition referred to as severe cost burden -- average rent for a one-bedroom apartment has increased 35 percent over the last five years and is unaffordable by conventional measures to a worker earning a \$15 minimum wage.

²⁵⁷ "Failure by such a party to brief an issue shall constitute abandonment of the unbriefed issue." WAC 242-03-590(1).

- 6. A coalition of neighborhood groups administratively appealed the MHA EIS to the Seattle Hearing Examiner.
- 7. After 19 days of testimony, the Seattle Hearing Examiner affirmed the adequacy of the MHA EIS in all aspects except for the historic resources analysis which was remanded for certain specified additional work.
- 8. On February 7, 2019, Seattle issued an EIS Addendum on Historic Resources to address the Hearing Examiner's remand.
- 9. Seattle has established public participation programs for comprehensive plan amendments, pursuant to Resolution 31117, and for land use code amendments under Seattle Municipal Code Chapter 23.76, that include procedures to provide for consideration of and response to public comments.
- 10. Notices published in advance of the February 21, 2019, City Council public hearing on the MHA legislation mistakenly stated that final Council action was "not anticipated to occur before March 25, 2019" and that written comments would be accepted until that point.
- 11. At the official public hearing on February 21, 2019, Ira Appelman read and submitted written comments objecting to MHA passage before the end of the comment period.
- 12. Seattle corrected the mistake in the comment deadline prior to the March 18, 2019, City Council meeting when the MHA legislation was adopted; the public was notified in advance that the expected final action date for the MHA legislation was March 18, 2019, which exceeded the 30-day public comment period required by city code.
- 13. There is no evidence that Seattle's error in exact compliance with public participation procedures affected the public's ability to comment on the MHA legislation prior to the March 18 adoption date or to participate in the February 21 public hearing.
- 14. Prior to adoption of the MHA legislation and in response to public comments on the Draft MHA EIS, the City made changes to the proposed MHA legislation.
- 15. On March 20, 2019, Seattle enacted Ordinance No. 125790, amending the Seattle Comprehensive Plan Growth Strategy Element, Neighborhood Plans, and Future Land Use Map to incorporate changes to plan policies and urban village boundaries related to Mandatory Housing Affordability.
- 16. On March 20, 2019, Seattle enacted Ordinance No. 125791, rezoning certain land and modifying development standards throughout the City of Seattle in order to increase development capacity and implement Mandatory Housing Affordability requirements in Urban Centers, Urban Villages, and existing multifamily and commercial zones outside of Urban Centers and Urban Villages.
- 17. Between May 13 and June 3, 2019, various Petitioner groups filed appeals with the Growth Management Hearings Board seeking review of Ordinance Nos. 125790 and 125791 and a Determination of Invalidity of the Ordinances, alleging that Seattle failed to comply with the State Environmental Policy Act and the Growth Management Act.

VIII. CONCLUSIONS OF LAW

A. SEPA

- 1. The MHA EIS adequately describes the principal features of and alternatives to the Comprehensive Plan Amendments adopted by Ordinance 125790.
- 2. The EIS complies with WAC 197-11-440(6)(d)(i) by providing an adequate summary of existing land use plans, when appropriate, and how MHA is consistent and inconsistent with them.
- The alternatives evaluated in the EIS differ in the intensity and location of development capacity increases, the pattern and amounts of housing growth, and the size of urban village expansions.
- 4. Under WAC 197-11-442(4), Seattle was allowed to limit EIS content to a discussion of alternatives which have been formally proposed or which are, while not formally proposed, reasonably related to the proposed action.
- 5. The EIS analyzed a reasonable range of alternative actions that could feasibly attain or approximate Seattle's objectives to: increase overall production of housing available to a broad range of households and create 6,200 net new rentand income-restricted housing units serving households at 60 percent of AMI, while distributing the benefits and burdens of growth equitably.
- 6. SEPA does not require Seattle to evaluate alternatives that would not achieve both of the City's objectives to increase overall housing development capacity and to create at least 6,000 net new rent- and income-restricted housing units serving households at 60 percent of AMI.
- 7. Seattle reasonably chose not to analyze SCALE's proposals for higher in lieu fees and higher affordability requirements without upzones because substantial evidence in the record showed that higher fees or higher affordability requirements, without upzones, would not feasibly attain or approximate Seattle's objective to increase overall production of both market-rate housing and subsidized income-restricted housing.
- 8. SCALE's suggested EIS alternatives were not reasonable for this nonproject EIS.
- Seattle's EIS evaluated an adequate range of alternatives that satisfies the Rule of Reason under SEPA.
- 10. The MHA EIS contained a reasonably thorough discussion and adequately disclosed to City decision makers and to the public the environmental impacts caused by text amendments outside Urban Villages and Urban Village expansion areas.
- 11. The MHA EIS provides a reasonably thorough discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on Aesthetics so that City officials could make an informed decision and reasoned choice among alternatives.

- 12. The MHA EIS and Addendum together provided a reasonably thorough discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on historic resources so that City officials could make an informed decision and reasoned choice among alternatives.
- 13. SEPA's mandate to analyze significant adverse environmental impacts is limited to the "Elements of the Environment" listed in WAC 197-11-444.
- 14. SEPA does not require that an EIS analyze purely economic, social policy, socioeconomic, or other nonenvironmental impacts.
- 15. The Board cannot review Petitioners' arguments that the EIS contains an inadequate discussion of economic displacement or cultural displacement because they are nonenvironmental impacts.
- 16. Seattle chose to include some analysis of socioeconomic impacts in the EIS but any perceived inadequacies in this voluntary analysis cannot be the basis for finding a violation of SEPA's environmental disclosure mandates since SEPA does not require such analysis of nonenvironmental impacts.
- 17. Housing is an element of the environment so an EIS should analyze significant adverse housing impacts (e.g., number of high, middle, or low-income housing units provided or eliminated).
- 18. Seattle conducted a detailed analysis to estimate housing demolition impacts for all EIS alternatives using two alternate methodologies -- historic trends and parcel allocation modeling.
- 19. SCALE presented conclusory statements about housing demolitions without any quantitative analysis, and SCALE failed to adduce specific evidence showing that the City's physical demolition analyses were deficient.
- 20. The EIS contains a reasonably thorough discussion of potential housing units provided and eliminated under the EIS action alternatives using two alternate methodologies for estimating potential demolitions by modeling demolition through allocating growth to parcels and by estimating demolition based on historic trends.
- 21. The MHA EIS provided a reasonably thorough discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on public facilities and services so that City officials could make an informed decision and reasoned choice among alternatives.
- 22. The MHA EIS provided a reasonably thorough discussion of environmental impacts and adequately disclosed significant aspects of the probable environmental consequences on trees so that City officials could make an informed decision and reasoned choice among alternatives.
- 23. The EIS discussion of cumulative impacts was reasonably thorough and adequate.

31 32 24. The MHA EIS, together with Historic Resources Addendum, satisfied the Rule of Reason, was adequate and complied with the requirements of RCW 43.21C.030, the State Environmental Policy Act.

B. Inconsistency and GMA Planning Goals

- 25. Petitioners have failed to satisfy their burden of proof to demonstrate that Seattle Ordinance Nos. 125790 and 125791 are in conflict with and not guided by the GMA Planning Goals for Open Space and Recreation (RCW 36.70A.020(9)), Public Facilities and Services (RCW 36.70A.020(12)), and Historic Preservation (RCW 36.70A.020(13)).
- 26. Petitioners have failed to satisfy their burden of proof to demonstrate that Seattle Ordinance Nos. 125790 and 125791 violate the requirements of RCW 36.70A.130(1)(d) that "[a]ny amendment of or revision to development regulations shall be consistent with and implement the comprehensive plan."

C. Public Participation and Notice

- 27. Petitioners have failed to satisfy their burden of proof to demonstrate that Seattle Ordinance Nos. 125790 and 125791 violate the public participation requirements of RCW 36.70A.020(11), RCW 36.70A.035, and RCW 36.70A.140.
- 28. Seattle Ordinance Nos. 125790 and 125791 are in compliance with the Growth Management Act.
- 29. Errors in exact compliance with the established program and procedures shall not render the comprehensive land use plan or development regulations invalid if the spirit of the program and procedures is observed.
- 30. In enacting Ordinance Nos. 125790 and 125791, Seattle followed the spirit of the public participation program and procedures.
- 31. DVNPC failed to satisfy its burden of proof to show that Seattle Ordinance Nos. 125790 and 125791 were not guided by the GMA Planning Goal in RCW 36.70A.020(11) to encourage the involvement of citizens in the planning process.
- 32. DVNPC failed to satisfy its burden of proof to show that Seattle violated the RCW 36.70A.035 requirement to include notice procedures that are reasonably calculated to provide notice of proposed amendments to comprehensive plans and development regulations to individuals, property owners, and organizations.
- 33. DVNPC failed to satisfy its burden of proof to show that Seattle violated the RCW 36.70A.140 requirement to "establish and broadly disseminate to the public a public participation program," including procedures that provide for "consideration of and response to public comments."

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IX. ORDER

Based upon the Petitions for Review, the legal arguments and evidence submitted by the parties, the goals and requirements of the State Environmental Policy Act and the Growth Management Act, prior Board orders and appellate court case law, and having deliberated on the matter, the Board orders:

- The City of Seattle Final Environmental Impact Statement on Citywide Implementation of Mandatory Housing Affordability, including the Historic Resources Addendum, is adequate and complies with the State Environmental Policy Act,
- City of Seattle Ordinance Nos. 125790 and 125791 comply with the Growth Management Act, and
- This case is closed.

SO ORDERED this 30th day of December 2019.

Raymond L. Paolella, Presiding Officer
Deb Eddy, Board Member
Cheryl Pflug, Board Member

Note: This is a final decision and order of the Growth Management Hearings Board issued pursuant to RCW 36.70A.300.²⁵⁸

²⁵⁸ Should you choose to do so, a motion for reconsideration must be filed with the Board and served on all parties within ten days of mailing of the final order. WAC 242-03-830(1), WAC 242-03-840. A party aggrieved by a final decision of the Board may appeal the decision to Superior Court within thirty days as provided in RCW 34.05.514 or 36.01.050. See RCW 36.70A.300(5) and WAC 242-03-970. It is incumbent upon the parties to review all applicable statutes and rules. The staff of the Growth Management Hearings Board is not authorized to provide legal advice.